

Charity Registration Number: 1183816

AlHikmah Project

Trustees Report and Financial Statements

For the year ended 31 March 2025

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Trustees report
For the year ended 31 March 2025

The trustees present their report along with the financial statements of the charity for the year ended 31 March 2025. The financial statements have been prepared based on the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document.

Reference and administrative details of the charity

Charity registration number **1183816**

Correspondence address

Sakien Taj
5 Greenhead Drive
Keighley
West Yorkshire
BD20 6EZ

Trustees

Shohab Ali
Sakien Taj
Faiz Alam
Imran Sajid

Independent Examiner

Asif Hussain ACMA
41 Woodstock Road
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B13 9BD

Bankers

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77 North Street
Keighley
West Yorkshire
BD21 3SA

HSBC Bank Plc
36 North Street
Keighley
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BD21 3SF

Trustees Report (continued)
For the year ended 31 March 2025

Structure, Governance and Management

a. Governing Document

The charity is a Charitable Incorporated Organisation (CIO) and is governed by its constitution dated 10th June 2019.

b. Method of appointment and induction of new Trustees

New Trustees are appointed by existing members of the CIO.

c. Organisational structure and decision making

The Trustees oversee the running of the charity on a day to day basis. All operational decisions are made at meetings which are held frequently throughout the year.

d. Risk management

The trustees have assessed the major risks to which the Charity is exposed and are satisfied that systems, controls and procedures are in place to mitigate exposure to major risks.

Objectives and Activities

a. Summary of objectives

The objectives of the Charity as set out in its constitution are summarised as follows:

1. To advance the Islamic faith in accordance with the schedule of beliefs.
2. To further or benefit the residents of Keighley and the neighbourhood.

b. Activities for achieving objectives

The following activities were undertaken in the year to achieve the objectives:

1. Running of Al Hikmah Project
2. Running of Mosque and Madrassah

The Trustees frequently review the objectives and activities of the Charity to ensure that they provide an overall benefit to the public. In carrying out this review the Trustees have considered the Charity Commission's general guidance on public benefit.

Achievements and Performance

In the year the charity maintained the running of the Mosque and Madrassah to achieve its objectives. The Al Hikmah Project refurbishment continued with campaigns to fundraise for the extensive rebuilding programme. The provision of adult classes commenced in the year for both male and female participants to provide academic and islamic programmes. The nursery was also closed during the year and is expected to re-open in January 2026. Increased rental income from residential properties in addition to car park income continued to be earned during the year.

Refurbishment and rebuilding the new centre for Al Hikmah Project continued in the year with £63,162 of expenditure. The ladies prayer hall and classrooms as well as both ablution areas are nearing completion.

The Trustees are satisfied with the overall performance of the charity.

Trustees Report (continued)
For the year ended 31 March 2025

Financial Review

a. Reserves policy

The Charity's reserve policy is to maintain a sufficient level of liquid reserves to meet short term obligations and any unforeseen expenditure. The current level of income generated by the charity is sufficient to meet our short term obligations and the Charity generated a net surplus of £80,189 in the year. The trustees wish to build up the Charity's reserves with rental income, car park income and public donations in accordance with the policy on reserves to ensure future sustainability.

b. Principle funding

During the year the Charity raised a total of £163,532 in incoming resources before charitable expenditure. This was an increase from the previous year (£137,317) and was mainly due to an increase in funds generated from the community and fundraising activities. Of the total incoming resources £85,155 were restricted donations mainly for Al Hikmah Project, £23,324 were general unrestricted donations, £22,278 was generated from Madrassah fees, £12,775 was rental income from the residential properties and £20,000 was generated from the town car park.

Loans of £62,500 remain outstanding comprising of £50,000 to Middlesborough Masjid, repayable by 2026, and £12,500 to members of the community. Amounts owed to the charity total £12,978 comprising £5,000 from Fountain of Knowledge charity, expected to be fully repaid in 2026, having repaid £5,000 in the current year and £7,978 from the current imam, having repaid £1,000 in the current year.

Plans for the future

The Charity's priority is to become self sufficient from the income streams generated to meet its charitable expenditure. Renovation of the Al Hikmah site has continued and is scheduled to be completed by 2026/27. It has been decided not to continue with nursery classes and to focus on providing adult classes along with Madrassah activities. Fundraising activities will need to continue to generate additional funds from the public and community.

Statement of Trustees' responsibilities

Charity Law requires the Trustees' to prepare financial statements for each financial year which show a true and fair view of the state of affairs of the Charity and its financial activities for that year. In preparing those financial statements, the Trustees are required to:

- * select suitable accounting policies and apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operational existence.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees on 03 December 2025 and signed on their behalf by:

..... 

Sakien Taj

Independent examiner's report to the Trustees of AlHikmah Project

I report to the Trustees on my examination of the financial statements of the Charity for the year ended 31 March 2024, which are set out on pages 5 to 12.

Respective responsibilities of trustees and examiner

The Charity's Trustees consider that an audit is not required for this year (under section 145) of the Charities Act 2011 (the Act) and that an independent examination is required.

It is my responsibility to:

- * examine the accounts (under section 145 of the Act);
- * to follow the procedures laid down in the General Directions given by the Charity Commission (under section 145(5)(b) of the Act, and
- * to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently, I do not express an audit opinion on the accounts.

Independent examiner's statement

in the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that:
 - * proper accounting records are kept (in accordance with section 130 of the Act); and
 - * accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

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Asif Hussain ACMA
41 Woodstock Road
Moseley
Birmingham
West Midlands
B13 9BD

Dated 02 December 2025

Statement of financial activities
For the year ended 31 March 2025

		Restricted Funds 2025 £	Unrestricted Funds 2025 £	Total Funds 2025 £	Total Funds 2024 £
	Note				
Incoming Resources					
Incoming resources from generating funds					
Voluntary Income Donations		85,155	23,324	108,479	94,814
Incoming resources from charitable activities					
Madrassah Fees		-	22,278	22,278	16,860
Rental Income		-	12,775	12,775	7,645
Car Park Income		-	20,000	20,000	18,000
Other income				-	-
Total Incoming resources		85,155	78,377	163,532	137,319
Resources expended					
Costs of generating funds					
Costs of generating voluntary income		10,586	1,159	11,745	1,075
Charitable activities	6	29,464	41,434	70,898	76,583
Governance costs	2	-	700	700	500
Total Resources expended	5	40,050	43,293	83,343	78,158
Net incoming resources before transfers		45,105	35,084	80,189	59,161
Gross transfers between funds		-	-	-	-
Net movement in funds for the year		45,105	35,084	80,189	59,161
Total funds at 1 April 2024		1,036,895	346,963	1,383,858	1,324,697
Total funds at 31 March 2025		1,082,000	382,047	1,464,047	1,383,858

The notes on pages 7 to 12 form part of these financial statements

Balance sheet
As at 31 March 2025

			2025		2024
	Note	£	£	£	£
Fixed assets					
Tangible fixed assets	10		941,629		949,504
			941,629		949,504
Current assets					
Cash at bank and in hand		108,728		96,876	
Prepayments		468,112		384,950	
Debtors		12,978		18,978	
		589,818		500,804	
Creditors: amounts falling and due within one year	11	(67,400)		(66,450)	
Net current assets			522,418		434,354
			1,464,047		1,383,858
Charity Funds					
Restricted funds	12		1,082,000		1,036,895
Unrestricted funds	12		382,047		346,963
Total Funds			1,464,047		1,383,858

The financial statements were approved by the Trustees on 03 December 2025 and signed on their behalf by:

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Sakien Taj

Notes to the financial statements
For the year ended 31 March 2025

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011.

1.2 Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restriction imposed by donors which have been raised by the Charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

1.3 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Voluntary income - including donations, gifts and grants that provide core funding or are of general nature, are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Income from Charitable Activities - including income recognised as earned from related goods or services which are provided.

1.4 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Charitable Activities include those costs that are directly related to the objectives of the Charity.

Governance costs include those incurred in the governance of its assets and are primarily associated with constitutional and statutory requirements.

Support Costs for a single activity are allocated directly to that activity. Where support costs relate to several activities they have been apportioned on a basis consistent with the use of the resources.

Notes to the financial statements
For the year ended 31 March 2025

1. Accounting policies (continued)

1.5 Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised.

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is not charged on freehold land. Depreciation on other tangible fixed assets is provided at rates calculated to write off the cost or valuation of those assets, less their estimated residual value, over their expected useful lives on the following basis:

Freehold property	- 2% straight line
Fixtures & fittings	- 12.5% straight line

Freehold land costing £560,413 is not depreciated.

1.6 Taxation

As a registered charity, the charity is exempt from Income and Corporation tax to the extent that its income and gains are applicable to the charitable purposes only.

2. Governance costs

	Restricted Funds 2025 £	Unrestricted Funds 2025 £	Total Funds 2025 £	Total Funds 2024 £
Accountancy costs	-	550	550	350
Independent examination fees	-	150	150	150
Incorporation fees	-	-	-	-
	-	700	700	500

3. Direct Costs

	Basis of allocation	Running of Mosque 2025 £	Running of Al Hikmah Project 2025 £	Total 2025 £	Total 2024 £
Direct	Usage	1,159	10,586	11,745	1,731
Wages and Salaries	Usage	13,243	8,406	21,649	19,143
		14,402	18,992	33,394	20,874

Notes to the financial statements
For the year ended 31 March 2025

4. Support costs

	Basis of allocation	Running of Mosque 2025 £	Running of Al Hikmah Project 2025 £	Total 2025 £	Total 2024 £
Management and administration	Usage	28,191	21,058	49,249	56,784
		<u>28,191</u>	<u>21,058</u>	<u>49,249</u>	<u>56,784</u>

5. Analysis of resources expended by expenditure type

	Staff costs 2025 £	Other Costs 2025 £	Total 2025 £	Total 2024 £
Costs of generating voluntary income	-	11,745	11,745	1,075
Running of Mosque	13,243	28,191	41,434	62,921
Running of Al Hikmah Project	8,406	21,058	29,464	13,006
	<u>21,649</u>	<u>49,249</u>	<u>70,898</u>	<u>75,927</u>
Governance costs	-	700	700	500
	<u>21,649</u>	<u>61,694</u>	<u>83,343</u>	<u>77,502</u>

6. Analysis of resources expended by activities

	Activities undertaken directly 2025 £	Support costs 2025 £	Total 2025 £	Total 2024 £
Running of Mosque	13,243	28,191	41,434	62,921
Running of Al Hikmah Project	8,406	21,058	29,464	13,006
	<u>21,649</u>	<u>49,249</u>	<u>70,898</u>	<u>75,927</u>

Notes to the financial statements
For the year ended 31 March 2025

7. Net incoming resources

This is stated after charging	2025	2024
	£	£
Depreciation of tangible fixed assets	12,002	29,438
- owned by the Charity		
	12,002	29,438

8. Staff costs

	2025	2024
	£	£
Wages and salaries	21,649	19,143
	21,649	19,143

No employee received remuneration amounting to more than £60,000 in the year.

9. Related party transactions

During the year, no Trustees received any remuneration.
 During the year, no Trustees received any benefits in kind.
 During the year, no trustees received any reimbursement of expenses.

Notes to the financial statements
For the year ended 31 March 2025

10. Tangible fixed assets

	Freehold land and building	Fixtures and fittings	Total
Cost	£	£	£
At 1 April 2024	1,121,405	145,742	1,267,147
Additions	-	4,127	4,127
Disposals	-	-	-
At 31 March 2025	1,121,405	149,869	1,271,274
Depreciation			
At 1 April 2024	174,033	143,610	317,643
Additions	11,220	782	12,002
Disposals	-	-	-
At 31 March 2025	185,253	144,392	329,645
At 1 April 2024	936,152	5,476	941,629
At 31 March 2025	947,372	2,132	949,504

Freehold land and building includes land at cost of £560,413 which is not depreciated

11. Creditors:

Amount falling due within one year

	2025	2024
	£	£
Other Creditors	62,500	62,500
Social security and other taxation	-	-
Rent deposit creditor	900	900
Accruals and deferred income	4,000	3,050
	67,400	66,450

Notes to the financial statements
For the year ended 31 March 2025

12. Statement of funds

	Brought forward £	Incoming resources £	Resources expended £	Transfers in/(out) £	Carried forward £
General fund	346,963	78,377	(43,293)	-	382,047
Total unrestricted funds	346,963	78,377	(43,293)	-	382,047
Restricted funds					
Al Hikmah Project	1,036,895	85,155	(40,050)	-	1,082,000
Total Funds	1,383,858	163,532	(83,343)	-	1,464,047