

Charity registration number: 1184908

At-Tawheed Foundation

Annual Report and Financial Statements

for the Year Ended 31 March 2023

At-Tawheed Foundation

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 3
Statement of Trustees' Responsibilities	4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 to 13

At-Tawheed Foundation

Reference and Administrative Details

Trustees	Mohammed Nazakit Dr Mohammed Fazlulla Haris Farhan Abbas Malik Chaudhry Kaleemullah (appointed on 11/06/2023) Mohammed Whaed Hussain (appointed on 09/07/2023)
Principal Office	Markaz At-Tawheed Rectory Road Shelton Stoke-on-Trent ST1 4PW
Charity Registration Number	1184908
Bankers	NatWest 1 Upper Market Square Hanley Stoke-on-Trent ST1 1NS
Independent Examiner	Gordon Levy BA, FCA Chartered Accountant Gordon Levy Limited Suite 5, 4th Floor 3 Universal Square Devonshire Street North Manchester M12 6JH

At-Tawheed Foundation

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 March 2023.

Objectives and activities

Objects and aims

The CIO constitution defines the charity's objects are to advance the Islamic religion in accordance with the Ahl-ul-Hadith creed and methodology for the benefit of public in particular but without limitation, through the holding of prayer meetings, lectures, producing and/or distributing literature on Islamic faith to enlighten others about Islamic religion.

The objectives for the year were to continue to raise funds to maintain and improve existing facilities. Funds are raised by voluntary collections in the mosques. There are no specific fundraising targets set, the charity relies on the willingness of individuals to contribute what they can afford to donate.

Summary of the main activities

- a) Provide services of mosques to promote Islamic faith to all age groups.
- b) Provide supplementary school (Madrasah) classes to teach the children the Quran and Islamic Studies.
- c) Arrange regular talks and lectures.
- d) Facilitate youth empowerment workshops.
- e) Arrange special talks for women.
- f) Each centre is financially independent; there is no transfer of funds between the centres.

The charity runs the following three mosques within Stoke on Trent:

1. Markaz At-Tawheed, Rectory Road, Shelton
2. Markaz As-Sunnah, Ladywell Road, Tunstall
3. Markaz Al-Huda, Furnace Road, Normacot

Public benefit

The trustees have considered this, in conjunction with the guidance contained in the Charity Commission's general guidance on public benefit, and have concluded that:

- the aims of the charity continue to be charitable;
- the work done by the charity gives identifiable benefits to the charitable sector and both directly and indirectly to individuals in need;
- the benefits are for the public; not unreasonably restricted in anyway;
- there is no detriment or harm arising from the aims or activities.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

During this year the charity continued to improve its activities, finance as well as facilities as listed below:

- a) The number of people attending all three mosques has increased.
- b) Markaz Al-Huda building renovation project has been completed.
- c) Markaz At-Tawheed, building major repair and maintenance works completed.
- d) Markaz As-Sunnah, first floor renovation is ongoing.
- e) Madrasah classes enrolment increased significantly to over 200 children.

Financial review

During the year, the charity raised £280k (2022: £283k) and after spending £140k (2022: £136k), the charity's carry forward reserves were £987k (2022: £847k). The details are shown in the annexed financial statements

At-Tawheed Foundation

Trustees' Report

Policy on reserves

The charity reserves funds to cover 12 months expenditure which will ensure that the charity can continue its activities for that length of time even if there is a sudden and significant drop in funding.

Plans for future periods

The charity envisages conducting the following tasks as part of its plans for the future.

Promotion of faith: Propagation of Muslim faith to the younger generation by introducing a range of activities that attract and inspire them more than the traditional services offered.

Structure, governance and management

Nature of governing document

The charity is a charitable incorporated Organisation (CIO), governed by CIO constitution and registered with the Charity Commission on 15 August 2019.

Organisational structure

Trustees are responsible for setting strategies, and policies for ensuring these are implemented.

Appointment of trustees

Every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees.

Reference and administrative details

Reference and administrative details are provided on page 1.

Major risks and management of those risks

The charity's trustees have considered the major risks to which the charity is exposed and have reviewed potential risks. No major risks have been identified.

The annual report was approved by the trustees of the charity on 07/12/2023 and signed on its behalf by:



.....
Mohammed Nazakit
Chair

At-Tawheed Foundation

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material 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 business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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.

At-Tawheed Foundation

Independent Examiner's Report to the trustees of At-Tawheed Foundation

I report to the trustees on my examination of the accounts of At-Tawheed Foundation ('the charity') for the year ended 31 March 2023, which are set out on pages 6 to 13.

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that, in any material respect:

1. accounting records were not kept in accordance with section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Gordon Levy

.....
Gordon Levy BA, FCA
Chartered Accountant
Gordon Levy Limited
Suite 5, 4th Floor
3 Universal Square
Devonshire Street North
Manchester
M12 6JH

Date: 07/12/2023

At-Tawheed Foundation

Statement of Financial Activities for the Year Ended 31 March 2023

	Note	Unrestricted Funds £	Total 2023 £
Income and Endowments from:			
Donations and legacies	2	228,306	228,306
Other income	3	51,758	51,758
Total income		280,064	280,064
Expenditure on:			
Charitable activities	4, 6	(140,202)	(140,202)
Total expenditure		(140,202)	(140,202)
Net income		139,862	139,862
Net movement in funds		139,862	139,862
Reconciliation of funds			
Total funds brought forward		846,648	846,648
Total funds carried forward	15	986,510	986,510

	Note	Unrestricted Funds £	Total 2022 £
Income and Endowments from:			
Donations and legacies		244,150	244,150
Other income		38,903	38,903
Total income		283,053	283,053
Expenditure on:			
Charitable activities		(135,918)	(135,918)
Total expenditure		(135,918)	(135,918)
Net income		147,135	147,135
Net movement in funds		147,135	147,135
Reconciliation of funds			
Total funds brought forward		699,513	699,513
Total funds carried forward	15	846,648	846,648

All of the charity's activities derive from continuing operations during the above two periods.

At-Tawheed Foundation

(Registration number: 1184908)
Balance Sheet as at 31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	11	817,431	724,983
Current assets			
Debtors	12	54,362	29,521
Cash at bank and in hand	13	116,201	106,837
		<u>170,563</u>	<u>136,358</u>
Creditors: Amounts falling due within one year	14	<u>(1,484)</u>	<u>(14,693)</u>
Net current assets		<u>169,079</u>	<u>121,665</u>
Net assets		<u>846,648</u>	<u>846,648</u>
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		<u>986,510</u>	<u>846,648</u>
Total funds	15	<u>986,510</u>	<u>846,648</u>

The financial statements on pages 6 to 13 were approved by the trustees, and authorised for issue on 07/12/2023 and signed on their behalf by:



.....
Mohammed Nazakit
Chair

At-Tawheed Foundation

Notes to the Financial Statements for the Year Ended 31 March 2023

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

At-Tawheed Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

At-Tawheed Foundation

Notes to the Financial Statements for the Year Ended 31 March 2023

Tangible fixed assets

Individual fixed assets costing £300.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Freehold Land - No depreciation
Buildings - 50 years (straight line)
Office Equipment - 3 years (straight line)

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of the charity's activities. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

At-Tawheed Foundation

Notes to the Financial Statements for the Year Ended 31 March 2023

2 Income from donations and legacies

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Donations and legacies;			
Donations	209,516	209,516	218,167
Grants	-	-	181
Gift aid reclaimed	18,790	18,790	25,802
	<u>228,306</u>	<u>228,306</u>	<u>244,150</u>

3 Other income

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Fees and supplies	51,758	51,758	29,464
Job Retention Scheme grant	-	-	9,439
	<u>51,758</u>	<u>51,758</u>	<u>38,903</u>

4 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	Total 2023 £	Total 2022 £
Staff costs	75,992		75,992	66,028
Facilities	24,750		24,750	16,255
Utilities	12,704		12,704	15,170
Insurance	1,830		1,830	574
Travel	1,333		1,333	3,566
Office expenses	2,380		2,380	13,868
Consultancy	20,613		20,613	19,857
Governance		600	600	600
	<u>139,602</u>	<u>600</u>	<u>140,202</u>	<u>135,918</u>

5 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Independent examiner fees			
Examination of the financial statements	600	600	600
Other governance costs	-	-	-
	<u>600</u>	<u>600</u>	<u>600</u>

At-Tawheed Foundation

Notes to the Financial Statements for the Year Ended 31 March 2023

6 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2023 £	2022 £
Depreciation of fixed assets	12,451	10,233

7 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

8 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
Staff costs during the year were:		
Wages and salaries	75,992	66,028
Social security costs	-	-
	<u>75,992</u>	<u>66,028</u>

Average number of employees during the year: 7

No employee received emoluments of more than £60,000 during the year

9 Independent examiner's remuneration

	2023 £	2022 £
Examination of the financial statements	600	600

At-Tawheed Foundation

Notes to the Financial Statements for the Year Ended 31 March 2023

10 Taxation

The charity is a registered charity and is therefore exempt from taxation

11 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 April 2022	741,619	363	741,982
Additions	104,899	-	104,899
At 31 March 2023	846,518	363	846,881
Depreciation			
At 1 April 2022	16,999	-	16,999
Charge for the year	12,330	121	12,451
At 31 March 2023	29,329	121	29,450
Net book value			
At 31 March 2023	817,189	242	817,431
At 31 March 2022	724,620	363	724,983

12 Debtors

	2023 £	2022 £
Gift Aid	10,247	25,802
Other debtors	33,350	225
Prepayments	10,765	3,494
	54,362	29,521

13 Cash and cash equivalents

	2023 £	2022 £
Cash on hand	13,774	-
Cash at bank	102,427	106,837
	116,201	106,837

14 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	293	13,553
Other taxation and social security	591	540
Accruals	600	600
	1,484	14,693

At-Tawheed Foundation

Notes to the Financial Statements for the Year Ended 31 March 2023

15 Funds

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Balance at 31 March 2023 £
Unrestricted funds				
General	846,648	280,064	(140,202)	986,510
	Balance at 1 April 2021 £	Incoming resources £	Resources Expended £	Balance at 31 March 2022 £
Unrestricted funds				
General	699,513	283,053	(135,918)	846,648

16 Analysis of net assets between funds

	Unrestricted funds General £	Total funds 2023 £
Tangible fixed assets	817,431	817,431
Current assets	170,563	170,563
Current liabilities	(1,484)	(1,484)
Total net assets	986,510	986,510
	Unrestricted Funds General £	Total funds 2022 £
Tangible fixed assets	724,983	724,983
Current assets	136,358	136,358
Current liabilities	(14,693)	(14,693)
Total net assets	846,648	846,648

17 Related party transactions

There are no related party transactions to disclose.