

DAWATUL ISLAM UK & EIRE LIMITED

(A COMPANY LIMITED BY GUARANTEE AND NOT HAVING SHARE CAPITAL)
(A REGISTERED CHARITY)

FINANCIAL STATEMENTS

30TH JUNE 2023

Registered Company Number: 02513409

Registered Charity Number: 1186155

DUNGARWALLA & CO
CHARTERED CERTIFIED ACCOUNTANTS
7-15 GREATORIX STREET
LONDON E1 5NF

DAWATUL ISLAM UK & EIRE LIMITED

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FINANCIAL STATEMENTS

FOR THE YEAR END 30TH JUNE 2023

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The following pages do not form part of the statutory accounts

Detailed statement of Income and Expenditure accounts	Appendix 1	(17)
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DAWATUL ISLAM UK&EIRE LIMITED

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COMPANY INFORMATION

FOR THE YEAR END 30TH JUNE 2023

INCORPORATED

In England on 19th June 1990

COMPANY NUMBER

:02513409

CHARITY NUMBER

:1186155

DIRECTORS & TRUSTEES

Mr. MD Abu Sayeed
Mr. Hasan Muhammad Mueenuddin
Arman Ali
Mohammad Marfath Ali
Ahmed Abdul Malik
Kamal Uddin Ahmed
Muhammad Abdur Rahman
MD Farook Hossain
Abul Kamal Moudood Hasan
MD Abul Kalam Azad
Mohammad Abdul Mukit
Forida Haque
Mafruha Khatoon
Muhammad Faizul Islam
Mohammad Rezaul Karim
Abdullah Muhammad Rafiqul Islam

President
Vice President
Secretary General
Treasurer

COMPANY SECRETARY

Arman Ali

REGISTERED OFFICE

Darul Ummah
56 Bigland Street
London E1 2ND

AUDITOR

Dungarwalla & co
Chartered certified Accountants
7-15 Greateorex Street
London E1 5NF

BANKERS

Barclays Bank Plc
240 Whitechapel Rd
London E1 1DU

HSBC Bank Plc
75 Whitechapel Rd
London E1 1DU

Lloyds TSB
35 Whitechapel High St
London EC3P 3HY

And also at
114 Fenchurch St
London E1 1BS

Al Rayan Bank
97 Whitechapel Rd E1 1DD

SOLICITORS

Russel Cooke
8 Bedford Row
London WC1R 4BX

DAWATUL ISLAM UK & EIRE LIMITED

DIRECTORS' AND TRUSTEES' REPORT **FOR THE YEAR ENDED 30TH JUNE 2023**

The Board of Trustees, who also serve as the directors of the charitable company for the purposes of company law, are pleased to present their annual report along with the audited financial statements of the charity for the year ended 30th June 2023.

FINANCIAL REVIEW

For the year under review, the accounts show a surplus of £391,760, whereas we incurred a loss of £46,703 for the year ended 30 June 2022. The financial statements have been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) issued in March 2005, applicable UK Accounting Standards, the Charities Act 1993, and the Companies Act 2006.

RESERVES POLICY

The Trustees have reviewed the reserves of the charity. Their policy is to maintain reserves sufficient to cover four months of expenditure. These reserves are necessary to meet the working capital requirements of the charity, and the Trustees are confident that at this level, they would be able to continue the current activities of the charity.

GOVERNANCE, STRUCTURE AND MANAGEMENT GOVERNING DOCUMENTS

Da'watul Islam UK & Eire Limited is a charitable trust registered with the Charity Commission under Charity Number 1186155. It is also registered as a company limited by guarantee and not having share capital under company number 02513409 in 1990. The organisation is governed by the Articles of Association of the company. The legal and administrative information set out on Page 1 forms part of this report.

ORGANISATION AND MANAGEMENT STRUCTURE

The President: Elected by the Membership for a two-year term, the President is responsible to the Central Council. All policy decisions are made by the President with full consultation and approval of the Central Council.

The Board of Trustees (Central Council): Elected by the Members, the Central Council is the policymaking body of Da'watul Islam. The President and The Executive Council are accountable to the Membership.

The Central Executive Committee: The members of the Central Executive Committee are key office bearers with various portfolios and are appointed by the President. The Central Executive Committee is responsible for executing and implementing all decisions and policies of the Central Council, the General Assembly, and the charity as a whole.

The General Assembly: Formed by the Members, the General Assembly is the highest body of the charity, having ultimate decision-making powers. They elect the President and the Central Council, are able to make amendments to the Articles of Association, and approve the Annual Report, Accounts, and Budget for the forthcoming year.

AIMS AND OBJECTIVES

The aims and objectives of Da'watul Islam UK & Eire Limited are to promote the peaceful and unblemished message of Islam, including the advancement of education, the alleviation of poverty, the promotion of better health, and the improvement of human welfare.

Each year, the trustees review the objectives and activities of the charity to ensure they continue to reflect our aims. In carrying out this review, the trustees consider the Charity Commission's general guidance on public benefit and, in particular, its supplementary public guidance on the advancement of religion for the public benefit.

REVIEW OF ACTIVITIES AND ACHIEVEMENTS

The charity's activities were conducted in accordance with the annual Delivery Plan set by the Trustees and approved by the Membership. Planned activities were delivered by the charity's volunteers, with support from onsite staff. Some activities remain outstanding and will be carried forward to be implemented as part of the work and activities in 2023/2024, pending approval by the Membership.

The charity relies on the dedication of hundreds of men, women, and young people who generously offer their time voluntarily, supported by our onsite staff, to deliver a diverse portfolio of projects, events, activities, and educational programs throughout the year.

The charity effectively manages a successful full-time secondary independent boys' school, five mosques, and community facilities in various cities and towns across the country. Trustees contribute significant time and expertise to the management and oversight of these institutions, projects, and activities.

The Central Executive Committee, along with numerous sub-committees and working committees, oversees the day-to-day operations of activities, with most Trustees serving on these committees. The primary function of these committees is to supervise and implement decisions made by the Board of Trustees.

The General Assembly of the charity convened three times during the year. The Board of Trustees held eight meetings, while the Central Executive Committee convened seven times throughout the year. Trustees maintained communication and visited branches and units in towns and cities across the country to monitor and advance the charity's work for the year.

PARTNERSHIP WORK WITH OTHER AGENCIES AND ORGANISATIONS

The charity is obligated to collaborate with other like-minded organisations to fulfil its aims and objectives. It continues to liaise and collaborate closely with respective Local Government Authorities, its Branches, and the Greater London Authority (GLA). The charity is recognised as a credible and trusted partner in working within local communities and the voluntary sector.

The charity remains engaged with the Metropolitan Police to reduce crime, partners with TELCO & Citizens UK to promote Islamism and active citizenship, and collaborates with the Tower Hamlets Inter-Faith Network to foster multi-faith understanding and dialogue. Additionally, the charity participates in local decision-making bodies to discuss and enhance statutory services.

Moreover, the charity maintains partnerships with multinational charities such as Islamic Relief (members of the Disasters Emergency Committee) and Human Relief Foundation to alleviate poverty for those most in need. It invests in sustainable rehabilitation projects around the world through fundraising efforts. Further partnership work is currently being planned and developed.

CARE HOUSE, BIGLAND STREET E1

Care House is a 2,953 square feet facility purchased by the charity to support the Trustees' longer-term strategy of developing a cluster of facilities that will meet the needs of all local communities, irrespective of age, faith, or background. It was acquired by the charity in July 2012, partly through repayable loans from members of the local community.

Situated on the northern side of Bigland Street at the junction with Burwell Close, a short walk from Watney Street and the Shadwell Underground and Docklands Light Railway Station, Care House continues to alleviate the need for additional space required to expand the services provided by the charity. Additionally, it offers services to other community organisations at reasonable and affordable hiring charges.

JAMIATUL UMMAH BOYS SECONDARY SCHOOL

Established in 1997 by the charity, Jamiatul Ummah is an oversubscribed independent Muslim boys' secondary school. Throughout the last decade, it has consistently been the top-performing secondary school in the Borough of Tower Hamlets. Furthermore, in terms of GCSE performance, it was ranked as the 42nd highest achieving school in England by the Daily Telegraph in January 2016.

The school is highly successful in its aim of producing Huffaz (memorisers of the Holy Quran) who embody a profound sense of Fundamental British Values underpinned by Islamic teachings. This was evidenced in the last Ofsted inspection, which noted pupils' outstanding personal development. Pupils leave the school well-equipped to pursue ambitious career goals, and from the start, staff teach pupils how to be well-informed, responsible citizens. Jamiatul Ummah instils in pupils the need to respect all members of society and act with integrity. Currently, the school has more than 185 pupils on roll and has produced more than 100 Huffaz since its inception.

DARUL UMMAH ACADEMY

Darul Ummah Academy (DUA) is Da'watul Islam UK & Eire's new educational project, formed by merging the Saturday School and Spiral Sundays. It is a supplementary Islamic school for boys and girls aged 5 – 15 years, aiming to provide a balanced curriculum comprised of Islamic values and life skills. It incorporates extracurricular activities such as workshops and assemblies to make learning fun and interactive. Currently, there are two schools running under DUA: DUA Weekend (10 am to 2 pm) and DUA Weekday (Monday to Friday, 5 pm – 7 pm), with over 330 students enrolled.

DIYG WEEKEND YOUTH PROJECT

The DIYG Weekend Youth Project is an ongoing initiative dedicated to empowering local children aged 10 and above from BAME (Black, Asian, and Minority Ethnic) communities, particularly in Shadwell, Cannon Street, Wapping, and Stepney Green. Its mission is to nurture active and contributing members within their communities by providing a secure space for engaging activities that promote socialisation and learning.

We believe in the power of education, and our project emphasises the significance of regular attendance. Moreover, we address critical issues such as drugs and violence, recognising their detrimental impact on the lives of young people, their families, and the community at large. By participating in the DIYG Weekend Youth Project, young individuals not only gain valuable insights but also contribute positively to the well-being of their communities.

THE SAFE CAMPAIGN

The 'Safe Campaign' was a three-year initiative that marked the culmination of 20 years of successful youth empowerment projects by Da'watul Islam UK & Eire, such as the 'Shaddywood' and 'Girls Talk' projects. Supported by the Mayor's Young Londoners' Fund, its primary objective was to empower 800 children and young adults to realise their full potential, particularly those vulnerable to involvement in crime, gangs, and youth violence.

Having successfully concluded phase 1, we are delighted to announce that the Greater London Authority (GLA) has provided further funding for a new phase 2 of the Safe Campaign, designated as Version 2, for an additional two years. Beginning in January 2024, this renewed initiative will continue our commitment to supporting the aspirations of young people.

DARUL UMMAH JAME MASJID

As one of the largest mosques in the London Borough of Tower Hamlets, Darul Ummah Jame Masjid has been serving the community for more than two decades. While typically operating within the Darul Ummah complex, it expands to the main Darul Ummah building on Fridays and during festivities and special occasions. With the capacity to accommodate up to two thousand worshippers at a time, it is renowned throughout London for the beautiful recitation of the Quran by its Imams during 'Taraweeh' prayers in Ramadan.

DI ULAMA COUNCIL

The charity is fortunate to have a significant number of Imams and scholars who meet regularly to consult on important faith issues and provide religious guidance for the Muslim community.

DARUS SALAM MOSQUE AND ISLAMIC CENTRE

Darus Salam Mosque and Islamic Centre continues to undertake community activities, five times daily prayers facility, evening maktab, part time Hifz classes, etc.

BORDESLEY GREEN ISLAMIC CENTRE

This Community Centre and Mosque serve the local community of Bordesley Green, offering the five daily prayers for all local Muslims. It is located approximately two miles from the city center. While the charity considered opportunities to expand and enhance the services provided, consultations with charity members yielded minimal improvements during the current session.

THE DARUL UMMAH RE-DEVELOPMENT PROJECT

The charity remains committed to its aspirations of redeveloping the Darul Ummah Centre, with a focus on the redevelopment of the Care House site. Discussions have been initiated with architects and specialist consultants to seek advice on maximising returns for the charity from developments on both the Care House and Darul Ummah sites, and preparations are underway to tender for pre-planning services.

THE DARUL UMMAH GORESBROOK

In May 2019, the charity purchased premises in the Dagenham area of London, known as Darul Ummah Goresbrook (House of the Community Goresbrook). This acquisition marked a significant milestone for the charity, with overwhelming support and funding (interest-free loans) from the local community. The centre now offers prayer facilities, a weekend Islamic school for primary and secondary school-age children, community gatherings, and various community-supporting projects for local residents.

DARUL UMMAH REDBRIDGE

Similar to Darul Ummah Goresbrook, the charity purchased premises in Redbridge, in the Ilford area of London, to establish Darul Ummah Redbridge (House of the Community Redbridge). Once again, this was a major milestone for the charity, with overwhelming support and funding (interest-free loans) from the local community. The centre is now open and offers prayer facilities for local residents.

DARUL UMMAH HORNCURCH

In February 2023, Darul Ummah Hornchurch, a new facility, was purchased by the charity with funding from the local community. The centre is now open and offers prayer facilities for local residents.

WELFARE FUND

In addition to collaborating with and supporting other established relief charities, our charity also independently raises funds from the community to aid victims of natural disasters. This is achieved through the collection of Zakat and Fitrah (alms) during the Islamic month of Ramadan and other religious occasions from members of the public. Additionally, various community events are organised as needed to further support this cause.

CAPACITY BUILDING OF MEMBERS, STAFF & VOLUNTEERS

The charity conducted numerous programs aimed at enhancing the capacity and training of its members, staff, and volunteers. These initiatives encompassed workshops, residential sessions, one-day courses, seminars, and symposiums. Special attention was devoted to training volunteers in areas such as Safeguarding of Children, Fire Safety, and Health & Safety in the workplace. Trustees are dedicated to providing on-the-job training opportunities for staff and all committed volunteers whenever feasible. Additionally, the charity benefits from a diverse group of Muslim Scholars who organise seminars and related events for the community's members.

FUTURE STRATEGY AND RISK REVIEW

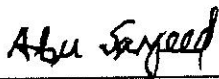
The charity intends to sustain its activities in the forthcoming years through satisfactory funding arrangements. Trustees have conducted a comprehensive review of the major risks facing the charity and have implemented systems or made arrangements to mitigate these identified risks. Notably, the charity maintains insurance coverage and continually monitors its finances.

Given significant external funding risks, the charity has developed an ongoing strategic fundraising plan to diversify funding activities. These plans undergo periodic reviews to ensure alignment with the charity's needs. Moreover, the charity conducts appropriate Disclosure and Barring Service (DBS) checks on all individuals working with children or other vulnerable groups.

AUDITORS

Dungarwalla & Co has been appointed as the auditor of the charitable company for the year and has expressed their willingness to continue in this capacity.

This report was approved and signed on behalf of the Board of Trustees:



MD Abu Sayeed
President

Date: 09/03/2024

DAWATUL ISLAM UK & EIRE LIMITED

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STATEMENTS OF DIRECTORS' RESPONSIBILITIES

FOR THE YEAR END 30TH JUNE 2023

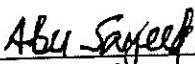
Company law requires the directors' to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting standards and applicable law). Under Company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the surplus or deficit of the company for that period.

In preparing these financial statements the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the charities SORP
- Make judgements and accounting estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Board of Trustees


MD Abu Sayeed
President

Date: 09/03/2024

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AUDITOR'S REPORT

FOR THE YEAR END 30TH JUNE 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES

We have audited the financial statements of DAWATUL ISLAM UK&EIRE LIMITED for the year ended 30 June 2023 set out on page 10-15 comprises statement of Financial Activities, the summary income and expenditure account, the balance sheet, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Respective Responsibilities of trustees and auditor

As explained more fully in the Trustees' responsibilities Statement set out on page 3, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with the applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practice Board's Ethical Standards for Auditors.

Scope of the Audit of the financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirement of the Companies Act 2006 and the Charities Act 2011.

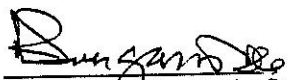
Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report set out on page 4-7 for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for the audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report.



R.F. Dungarwalla (Senior Statutory Auditor)

For and on behalf of:

Dungarwalla & co

Chartered Certified Accountants and Statutory Auditors

7-15 Greatorex Street
London E1 5NF

Date: 22/3/24

DAWATUL ISLAM UK & EIRE LIMITED

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STATEMENT OF FINANCIAL ACTIVITIES

For the Year End 30th June 2023

	Note	Unrestricted Funds	Restricted Funds	Total funds 2023	Total funds 2022
Income Resources	2				
Incoming resources from generated funds					
Voluntary Income:					
Members' Subscriptions		36716		36716	31,792
Donations		650378		650378	526270
Friday Collections		133617		133617	78631
Box collections		8500		8500	6179
Project receipts		0	7493	7493	27484
Activities for generating Funds:					
School Admission & tuition fee		720978		720978	672279
Learning (Maktab) Supplementary class fee		200068		200068	165560
Hall Hiring	3	6955		6955	4520
Investment Income:					
Rental		121045		121045	96530
Incoming resources from Charitable Activities					
Other Income Resources		70596		70596	17071
Furlough					27633
Total Incoming Resources		1,948,853	7,493	1,956,346	1,653,949
Resources expended					
Cost of generating funds:					
Cost of generation voluntary income	4	81058		81058	16126
Fundraising trading: cost of goods sold and other costs					
Charitable Activities	5	1,370,142	7493	1,377,635	1,593,844
Governance cost	6	30898		30898	30951
Other Resources expended	7	74995		74995	59731
Total resources expended		1,557,093	7,493	1,564,586	1,700,652
Net movement in Funds		391760	0	391760	(46703)
Prior year adjustment					
Total funds brought forward		1,976,598	0	1,976,598	2,023,301
Total Funds Carried Forward		2,368,358		2,368,358	1,976,598

There were no recognised gains or losses in 2023.

All incoming resources and resources expended derive from continuing activities.

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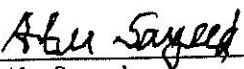
BALANCE SHEET

FOR THE YEAR END 30TH JUNE 2023

			Total funds		Total funds
	Note	2023	2023	2022	2022
		£	£	£	£
FIXED ASSETS					
Tangible fixed assets	8		4,082,540		3,582,590
CURRENT ASSETS					
Debtors	9	99251		77548	
Cash at bank and in hand		858178		540650	
		<u>957429</u>		<u>618,198</u>	
CREDITORS: Amount falling due					
Within one year	10	473958		407,190	
NET CURRENT Assets/			483,471		211,008
			1,566,011		1,372,590
CREDITORS: Amount falling due					
After more than a year	11		2,197653		1,817,000
NET ASSETS			2,368,358		1,976,598
THE FUNDS OF THE CHARITY					
Restricted Funds			0		0
Unrestricted Funds			2,368,358		1,976,598
TOTAL CHARITY FUNDS			2,368,358		1,976,598

These financial statements have been prepared in accordance with the special provisions relating to small companies with part 15 of the companies Act 2006.

Approved by the board on 09/03/2024


MD Abu Sayeed
President

Company Registration number 02513409

DAWATUL ISLAM UK&EIRE LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR END 30TH JUNE 2023

1. Accounting Policy

(a) Basis of Preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2005) issued in March 2005, and applicable UK Accounting Standards and the Charities Act 2011 and the Companies Act 2006.

(b) Funds Structure

Unrestricted Income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objectives. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific made by the charity at its fund-raising events.

(c) Resources Expended

Liabilities are recognized as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditures are accounted for on an accrual basis and have been classified under headings that aggregate all costs related to the category.

(d) Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

(e) Branch Activities

The activities (including incoming resources expended) of Jamiatul Ummah (School) and the accounts of the two branches situated at Birmingham and Manchester have fully been incorporated in the financial statements.

(f) Charitable Activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It is included both the direct pay and support costs relating to those activities.

(g) Allocation of Overhead and Support Costs

Support Costs include administrative office functions and have been allocated to activity cost categories on a basis consistent with the use of resources, allocating property costs on floor areas, staff costs by the time spent and other costs on a measure of usage.

(h) Tangible Fixed assets and depreciation

Relevant expenditure of capital nature has been included as fixed assets. Fixed assets are stated at cost less accumulated depreciation. The freehold properties are valued at historical cost and not depreciated, as the land and buildings have an indefinitely long useful life.

Depreciations on furniture, fixtures, fitting and equipment are charged at the following rates on the written down values:

Assets Category	Annual Rate
Furniture Fixture and Fittings	25%
Office equipment	25%

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2. Income Resources

All incoming resources are recognized once the charity has entitlement to the resources, and it is certain that the resources will be received and the monetary value of incoming resource can be measured with sufficient reliability. The following specific policies are applied to particular categories of income.

Voluntary income is received by way of donations, Friday collections, Box collections and Grants, and are included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

3. Income from Hall Hiring

The halls are being used for various programmes of Dawatul Islam, Maktab, Jamiatul Ummah (School), Mosque, and by the community for cultural and social functions. The halls can accommodate up to three hundred and fifty people.

4. Cost of Generating Voluntary Income

	<u>£</u>
Announcements, Advertisement, TV Funds Raising Events	16253
Charitable donations	59841
Sport goods, prizes & radios	4964
	81058

5. Charitable Activities

Notes: Staff wages and salaries relate to staffs who have been engaged for teaching the students and also include salaries of the administrative staff dealing with day to day affairs of the charity.

	<u>£</u>
Staff pension costs	16115
Staff Salaries and Wages	960774
Social Security Costs	38758
Consultant and Trainer Expenses	11074
Books, Magazines and Examination Fee	25983
Establishment (Premises) Expenses	277310
Telephone Charges	9297
Printing, Postage and Stationery	20932
Bank Charges	8861
Depreciation on Fixtures, Fittings and Equipments	1038
	1,370,142

6. Governance Costs

	<u>£</u>
Audit Fees	3612
Legal Fees and Accountancy	27286
	30,898

7. Other Resources Expended

	<u>£</u>
Travelling and Subsistence	27774
Refreshment	0
Staff Training	13903
Miscellaneous Expenses	22356
Subscriptions	8625
Bad debts	2337
Total	74995

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8. Fixed Assets- Tangible Assets: Analysis of Movement of Fixed Assets
2023

	Freehold	Freehold	Leasehold	Freehold	Total
	Land &	Investment	Land &	Care House	30 June 2023
	Buildings	Property	Buildings		
	£	£	£	£	£
As at 1st July 2022	2,461,147	144,602	230,640	857,967	3,578,441
Additions	500990				500990
Book value at					
30th June 2023	2,846,229	144,602	230,640	857,967	4,079,438
Provision for Depreciation					
			Fixtures &	Office	Total
			Fittings	Equipments	
			£	£	£
At 1 July 2022			139,172	178,168	317,340
Less: Depreciation			136,566	176,625	313,191
Charge for the year			652	386	1038
At 30 June 2023			195	157	352

Total net book value	
At 30th June 2023	4,082,530
At 30th June 2022	3,582,540
Free Hold Land & Buildings	
• 56 Bigland Street London E1	661536
• 41 Slade Lane, Manchester	148522
• 45 Slade Lane Manchester	115,915
• Carries Community Hall, Maybank Avenue, Hornchurch	500990
• 120/122 Bordesely Green Road, Birmingham	74107
• 36 Maplesstead Rd, Dagenham	561000
• Woodford Avenue, Gantshill, Ilford	900,066
Total	2,962,136
Freehold Investment Property	
• 52 Fieldgate Street, London E1	144,602
Freehold Care House	
• Care House Bigland Street London E1 2ND	857,966
Leasehold Land & Buildings	
• 47 Slade Lane, Manchester	114,725
48 Slade Lane, Manchester	115,915

230,640

DAWATUL ISLAM UK & EIRE LIMITED
(A COMPANY LIMITED BY GUARANTEE AND NOT HAVING SHARE CAPITAL)
(A REGISTERED CHARITY)

8. Additional Notes

(1) All freehold land & buildings including leasehold properties are used wholly for direct charitable purposes, with the exception of Property at 52 Fieldgate Street London E1 (which has been used for generating rental income).

(2) Property at 45 Slade Lane, Manchester, has been acquired in May 1994 for a period of 999 years Lease from 25th March 1910. During this year, charity acquired the freehold title deeds of the whole land and buildings.

(3) Leasehold property at 47 Slade Lane, Manchester was also acquired on 4th January 2002.

(4) Freehold property at 41 Slade Lane, Manchester was acquired on the 23rd August 2013.

9. Debtors & Prepayments

30 June 2023

	£
School tuition fees	58,514
Other prepaid expenses and debtors	40,737
	<u>99,251</u>

10. Creditors and Accrued Expenses

30 June 2023

	£
Falling due within one year	
School tuition fee received in advance	244,340
Audit fee	1800
Other creditors and accruals	176918
KARZE HASANA (Interest Free Loan)	50900
	<u>473,958</u>

11. Creditors Falling due after more than one year

The charity borrowed £1,521,750 as Qarda Hasana (Interest Free Loan) for the purpose of purchasing a property named Care House in Bigland Street, London E1 at a cost of £857,969 which was completed 30 July 2012.

The outstanding loan amount currently on this is £429,200 and another loan of £22,700 from members remains outstanding.

Also the Goresbrook property known as 36 Maplestead Road, Dagenham was purchased (April 2019) for the sum of £561,000 of which £163,200 is outstanding. We borrowed £1,075,400 to purchase Darul Ummah Redbridge of which £937,500 is outstanding. Also, during 2022 Darul Ummah Hornchurch was purchased for the price of £800,000 with the borrowing from community of which £645,053 is outstanding, totalling £2,197,653.00

12. Contingent Liabilities

There were no contingent Liabilities at the year end.

13. Transaction with related parties

There were no transactions between related parties during the year.

14. Post Balance Sheet Events

There were no important events affecting the company which have occurred to date and which required disclosure.

15. Corporation Tax

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objectives. No tax charges have arisen in the charity.

DAWATUL ISLAM UK&EIRE LIMITED
STATEMENT OF INCOME AND EXPENDITURE ACCOUNT

(FOR THE YEAR END 30TH JUNE 2023)

		2023		2022
	£		£	
INCOME				
Members' Subscriptions	36716		31792	
Donations & Gift Aid Collections	650378		526270	
Friday collections	133617		78631	
Box collections	8500		6179	
School Admission and Tuition Fees	720978		672279	
Evening (MAKTAB)Supplementary Classes Fees	200068		165560	
Project receipts	7493		27484	
Rental Income	128000		101050	
Furlough	0		27633	
Other income and grants	70596		17071	
TOTAL		1,956,346		1,653,949
EXPENDITURES				
MANAGEMENT AND ADMINISTRATION EXPENSES				
Staff Pension cost	16115		15987	
Staff Salaries and Wages	960774		817334	
Social security costs	38758		41608	
Travelling, subsistence and entertainment	27774		3555	
Staff recruitment and training cost	8574		5386	
Conference and Training Courses	5329		1899	
Consultants and Trainers' Fees	11074		11993	
Project Cost	7493		27484	
Total		1,075,891		925,246
FUND RAISING AND CHARITABLE ACTIVITIES				
Announcements, Advertisement and TV fund raising event	16253		4601	
Charitable donation	59841		7215	
Sports Goods, prizes and Radios	4964		4310	
Books, Magazines and Examination Fees	25983		7718	
Total		107,041		23,844
ESTABLISHMENT EXPENSES (PREMISES)				
General rates and water	21487		24554	
Light and Heat	102032		36468	
Insurance	23846		26596	
Building Repairs and Maintenance	94938		510631	
Cleaning	35007		36289	
Total		277,310		634,538
GENERAL ADMININSTRATIVE EXPENSES				
Telephone Charges	9297		6690	
Printing, Postage and Stationery	20932		21237	
Sundry Expenses	22356		25984	
Subscription	8625		9716	
Total		61210		63627
Financial Expenses				
Bank Charges	8861		7872	
Auditors' Remuneration	3612		1500	
Legal and Accountancy Fees	27286		29451	
Bad debts	2337		13191	
Depreciation on Furniture, Fixtures and Fittings	1038		1383	
Total		43134		53397
TOTAL				
Total Expenditure		1,564,586		1,700,652
Excess of Income/(Loss)		391,760		(46,703)