



Registered Charity Number: 1186185

Report of the Trustees and Unaudited Financial Statements

For the Period from 6 November 2019 to 31 December 2020

Mohaddis E Azam Mission Preston

Mohaddis E Azam Mission Preston

Contents of the Financial Statements

For the Period from 6 November 2019 to 31 December 2020

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Mohaddis E Azam Mission Preston

Charity Information

For the Period from 6 November 2019 to 31 December 2020

TRUSTEES:

Asif Kamal
Amjad Ismail
Aamir Patel

OPERATING ADDRESS:

98 Deepdale Road
Preston
PR1 5AR

REGISTERED CHARITY NUMBER: 1186185

INDEPENDENT EXAMINER:

HYMK Limited
Suite 404, Daisyfield Business Centre
Appleby Street
Blackburn
BB1 3BL

BANKERS:

Santander Bank
Cashplus Bank

Mohaddis E Azam Mission Preston

Trustees' Annual Report

For the Period from 6 November 2019 to 31 December 2020

The trustees present their report with the financial statements of the charity For the Period from 6 November 2019 to 31 December 2020

Reference and administrative details

The legal name of the charity is:- Mohaddis E Azam Mission Preston. The charity's areas operation and UK charitable registration. The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 1186185. The charity does not operate in any overseas jurisdictions.

Legal structure of the charity

The charity is constituted as a charity under a Charity Commission scheme. The governing document of the charity is the Special Scheme establishing the charity authorised by the Charity Commission in England & Wales (CCEW).

There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

The trustees are all individuals and there were no changes during the year, or in the period between the year end and the approval of the accounts.

The purposes of the charity as set out in its governing document.

The objects and aims of the charity are by such means that are charitable to promote the faith of Islam by : 1. The establishment and management of an educational centre in Preston, Lancashire 2. The propagation of Islam in accordance with the Quran and Sunnah. In Line With The Ahl-I-Sunnah Tradition as propagated by amongst others Huzoor Mohaddis E Azam E Hind Syed Muhammad Ashraf and Ala Hadrat Imam Ahmed Rida Khan Fazil E Bareilly. 3. The establishment of classes for Islamic Education. 4. The holding of events in line with important dates during The Islamic Year. 5. To build understanding and to foster mutual respect and tolerance between people of all backgrounds.

The main activities undertaken in relation to those purposes during the year.

Providing the best possible Islamic education and guidance in the form of voluntary evening classes to students aged between 5 to 16 years. As well as this we implement awareness to our students regarding the dangers and evils in today's society by trying to instil good moral characteristics in them so they can be the finest example within the Human race. To hold no hatred or prejudices against one another and to accept each other as God's creation.

For reasons beyond our control such as covid, we can provide and adjust our approach by using telephone and social media to communicate and contact our students.

The main activities undertaken during the year to further the charity's purpose for the public benefit.

We endeavour to keep a connection with the students when they leave us, as well as their parents. Many use our centre for Friday 'sermon' and the daily prayers.

We also use our platform from time to time to celebrate and/or commemorate special events from our Islamic History. On many occasions we invite influential guest speakers from other towns and cities. We use this opportunity to reconnect with our congregation by talking about the lives of our pious predecessors and Sufi Masters. All of them led a life of selflessness, piety and fulfilling the rights of fellow human beings.

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Trustees' Annual Report

For the Period from 6 November 2019 to 31 December 2020

The main achievements and performance of the charity during the year.

It has been a difficult year for every individual, business, employer, employee and NHS staff member.

Like everybody else we had our challenges in the year 2020. Nonetheless we rose to the challenges, made adjustments to our routine and schedules in order to protect the worshippers, congregation and the volunteers.

We strictly followed the Govt guidelines and are thankful that we did not have any serious case from any one from our community who had association with Madani Institute (M.A Mission, Preston).

In spite of these challenges, we used social media to the best of our ability and set up various online zoom classes.

We also participated in a charity bike ride in co-ordination with mosques in Blackburn and Bolton branches. This event will probably go down as one of our greatest achievements in terms of organising an event.

We also think it is imperative to do good local work, build bridges and community cohesion with members of other faiths. We were particularly proud to have held a major event at a neutral venue in the centre of Preston. This attracted crowds in excess of 300. The topic of the event was titled 'THE RETURN OF THE MESSIAH', to put to the audience the Islamic and Christian beliefs regarding their return. We invited a local Reverend priest and a Muslim scholar from Birmingham. Continuing from the theme of community work and cohesion we had a team of volunteers collecting donations for NHS staff and delivering essential food and toiletries during the peak of the first wave. This was highly appreciated from the beneficiaries within the NHS and the wider community.

Fundraising activities during the year.

The charity relies on donations provided by the general public and businesses, whose support is valued. There have been no other fundraising activities during this financial year.

The difference the charity's performance during the year has made to the beneficiaries of the charity. And The degree to which the achievements and performance during the year have benefited wider society.

Though it has been a difficult year for reasons mentioned above we have had excellent support from the local community and our team of volunteers. The public appreciated our endeavours to run the centre with the restrictions in place hence their financial support continued to help the centre. This was also the case due to the fact that they could see renovation work had commenced in different areas of the building. Again, we used social media and our local radio frequency system to appeal to our members and affiliates.

The community benefits from our presence in way of giving their children good upbringing support and guidance. We live stream events, lectures and spiritual gatherings. Ladies also utilise a weekly and monthly slot for the Book Club and spiritual gatherings. As the scope and growth of our centre increases, so does our vision for the future.

Mohaddis E Azam Mission Preston

Trustees' Annual Report

For the Period from 6 November 2019 to 31 December 2020

Financial review of the position at the reporting date For the Period from 6 November 2019 to 31 December 2020

The charity's principal source of funding is through donations. The income in the period was adequate to cover the overheads. The present level of funding is sufficient to support the continuation of the centre and the trustees consider the financial position of the charity to be satisfactory.

Policies on reserves

The charity has a reserves policy which identifies a minimum level of unrestricted reserves to ensure its core activity could continue during a period of unforeseen difficulty. This policy is reviewed on an annual basis. Currently, the reserves level is set at £5,000.00 which would cover utility bills and teaching staff expenditure that would be due to be paid for three months.

For the purposes of short and medium term financial management, the trustees are concerned more with the management of working capital, and the healthy working capital position is entirely in line with their policy of holding free resources sufficient to fund three months of ongoing unrestricted expenditure to cover the eventuality of a material decline in incoming resources.

Structure, governance and management of the charity

The methods used to recruit and appoint new charity trustees.

We have not appointed any new trustees during this year. When skills gaps are identified, or workload for existing trustees is considered to be too much, potential new trustees with required skills as well as necessary motivation to further the charity's objectives will be identified through recommendations of trustees, staff and volunteers. The board of trustees will interview potential new trustees and the most suitable trustees will be appointed through the agreement of the board of trustees.

Statement of Trustees' Responsibilities

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008., to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1 January 2019), The SORP.

In particular, charity law requires the Trustees, if they prepare accounts on an accruals basis, to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Trustees are required to :-

- to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business;

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Trustees' Annual Report

For the Period from 6 November 2019 to 31 December 2020

- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;

The law requires that the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for the year.

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with regulations made under 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.

The Trustees are also responsible for the contents of the Trustees' report, and the statutory responsibility of the Independent Examiner in relation to the Trustees' report is limited to examining the report and ensuring that, on the face of the report, there are no material inconsistencies with the figures disclosed in the financial statements.

This report was approved by the board of trustees on 14 September 2021.

On behalf of the board:

Asif Kamal
Trustee

Mohaddis E Azam Mission Preston

Independent Examiners' Report

For the Period from 6 November 2019 to 31 December 2020

We report on the accounts of the company For the Period from 6 November 2019 to 31 December 2020 which are set out on pages 8 to 9.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The Trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the Governing Document for the conducting of an audit. As a consequence, the Trustees have elected that the financial statements be subject to independent examination.

Basis of independent examiner's report

I report in respect of my examination of the charity's financial statements carried out under s145 of the Act. 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 setting out the duties of an independent examiner in relation to the conducting of an independent examination. An independent examination includes a review of the accounting records kept by the charity and of the accounting systems employed by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you, as Trustees, concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of charity legislation and that, on a test basis of evidence relevant to the amounts and disclosures made, the financial statements comply with the SORP.

Independent examiner's statement

Subject to the limitations upon the scope of my work as detailed above, I have completed my examination: and can confirm that:-

This is a report in respect of an examination carried out under 145 of the Act and in accordance with Directions given by the Charity Commission under section 145(5)(b) of the Act which may be applicable; and that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:-

accounting records were not kept in respect of the charity as required by with Section 130 of The Charities Act 2011;

the financial statements do not accord with those records; or

the financial statements do not comply with the applicable 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;

have not been prepared in accordance with the methods and principles set out in the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP).

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Independent Examiners' Report

For the Period from 6 November 2019 to 31 December 2020

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 financial statements to be reached.

HYMK Limited
Suite 404, Daisyfield Business Centre
Appleby Street
Blackburn
BB1 3BL

This report was approved by the board of trustees on 14 September 2021.

Mohaddis E Azam Mission Preston

Statement Of Financial Activities Including Income And Expenditure Account

For the Period from 6 November 2019 to 31 December 2020

	2020
	£
<u>Income and endowments from:</u>	
Donations and legacies	249,449
Investments	78
Other - Local Authority Grant	25,000
	<u>274,527</u>
<u>Expenditure on:</u>	
Charitable activities	(38,876)
	<u>(38,876)</u>
Net income/(expenditure) before tax for the reporting period	<u>235,651</u>
Tax payable	-
Net income/(expenditure) after tax	<u><u>235,651</u></u>
<u>Reconciliation of funds:</u>	
Total funds carried forward	<u><u>235,651</u></u>

Mohaddis E Azam Mission Preston

Balance Sheet

As at 31 December 2020

	SORP Ref	2020 £
<u>Fixed assets</u>	A	
Tangible assets	A1	174,829.00
<u>Current assets</u>	B	
Stocks		-
Debtors		-
Investments		-
Cash at bank and in hand	B1	60,822
		<u>60,822</u>
Creditors: amounts falling due within one year		-
Net current assets/(liabilities)		<u>60,822</u>
Total assets less current liabilities		<u>235,651</u>
Creditors: amounts falling due after one year		-
Provisions for liabilities		-
Total net assets or liabilities		<u><u>235,651</u></u>
<u>Funds of the charity</u>		
Unrestricted funds		235,651
Total charity funds		<u><u>235,651</u></u>

The 'SORP Ref' indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA.

The Trustees acknowledge their responsibilities for complying with the requirements of charity legislation with respect to accounting records and the preparation of accounts.

The charity is subject to Independent Examination under charity legislation.

The Trustees are satisfied that, although the charity is not registered under the Companies Acts, if it were so registered, it would be eligible to prepare accounts in accordance with the provisions in Part 15 of the Companies Act 2006. applicable to companies subject to the small companies regime.

Approved by the Board on 14 September 2021.

Asif Kamal
Trustee

Notes to the accounts

For the Period from 6 November 2019 to 31 December 2020

1. Accounting policies

Accounting convention

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), published by the Charity Commission in England & Wales (CCEW) , effective January 2016, , and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

Going Concern

The charitable activities are entirely dependent on continuing voluntary donations. The Trustees are satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements. Other than this, the Trustees are not aware of any material uncertainties about the charity's ability to continue as a going concern.

Risks and future assumptions

The charity is a public benefit entity. It has been assumed that the charity will continue to operate for the foreseeable future.

Nature of income

Gross income represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Categories of Income

Income is categorised as income from exchange transactions (contract income) and income from nonexchange transactions (gifts), investment income and other income.

Income from exchange transactions is received by the charity for goods or services supplied under contract or where entitlement is subject to fulfilling performance related conditions. The income the charity receives is approximately equal in value to the goods or services supplied by the charity to the purchaser.

Income from a non-exchange transaction is where the charity receives value from the donor without providing equal value in exchange, and includes donations of money, goods and services freely given without giving equal value in exchange.

Income recognition

Income, whether from exchange or non exchange transactions, is recognised in the statement of financial activities (SOFA) on a receivable basis, when a transaction or other event results in an increase in the charity's assets or a reduction in its liabilities and only when the charity has legal entitlement, the income is probable and can be measured reliably.

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Notes to the accounts

For the Period from 6 November 2019 to 31 December 2020

Income subject to terms and conditions which must be met before the charity is entitled to the resources is not recognised until the conditions have been met.

All income is accounted for gross, before deducting any related fees or costs.

Volunteers

In accordance with the SORP, and in recognition of the difficulties in placing a monetary value on the contribution from volunteers, the contribution of volunteers is not included within the income of the charity.

However, the trustees value the significant contribution made to the activities of the charity by unpaid volunteers.

Fund Accounting

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

There are no designated funds. Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

There are no restricted funds. Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal or as implied by law.

There are no endowment funds.

2. Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 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 on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

3. Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

4. The contribution of volunteers

The charity depends on the support of its volunteers, which is much appreciated. The charity had many volunteers who donated their time. The arrangements with volunteers are difficult to value precisely in monetary terms and have not been recognised in the Statement of Financial Activities. The volunteers and the charity accept and agree that no contract of employment is created by these arrangements.

No employees received emoluments (excluding pension costs) in excess of £60,000 per annum.

Mohaddis E Azam Mission Preston

Notes to the accounts

For the Period from 6 November 2019 to 31 December 2020

5. Remuneration and payments to Trustees and persons connected with them

There were no remuneration payments to the trustees during the year.

6. Income and Expenditure account summary

	2020 £
Surplus after tax for the year	235,651
At 31 December 2020	<u>235,651</u>

7. Related party transactions

There were no transactions with related parties in the year, except with regard to trustees' remuneration, trustees' expenses and transactions with subsidiaries which are fully disclosed in notes 5 above.

8. Tangible fixed assets

<i>Current Year</i>		Land and Buildings	Total
		£	£
Cost			
At 1 January 2020		-	-
Additions	A1	174,829	174,829
Transfers to fixed assets		-	-
Surplus on revaluation		-	-
Disposals		-	-
At 31 December 2020		<u>174,829</u>	<u>174,829</u>
Depreciation			
At 1 January 2020		-	-
Charge for the year		-	-
Write down of assets during the year		-	-
On disposals		-	-
At 31 December 2020		<u>-</u>	<u>-</u>
Net book value			
At 31 December 2020		<u>174,829</u>	<u>174,829</u>

Mohaddis E Azam Mission Preston

Notes to the accounts

For the Period from 6 November 2019 to 31 December 2020

9. Particulars of how particular funds are represented by assets and liabilities

At 31 December 2020

		Unrestricted funds	Designated funds	Restricted funds
		£	£	£
Current Assets	B1	60,822	-	-
		60,822	-	-

10. Change in total funds over the year as shown in Note 9 , analysed by individual funds

	Movements in 2020	Transfers
	<i>See Note 10</i>	
	£	£
Unrestricted and designated funds:-		
Unrestricted Revenue Funds	235,651	-
Total unrestricted and designated funds	235,651	-
Total charity funds	235,651	-

11. Analysis of movements in funds over the year as shown in Note 10

	Income	Expenditure	Other Gains & Losses
	2020	2020	2020
	£	£	£
Unrestricted and designated funds:-			
Unrestricted Revenue Funds	274,527	(38,876)	-
	274,527	(38,876)	-

12. The purposes for the funds

Unrestricted and designated funds:-

Unrestricted Revenue Funds	These funds are held for the meeting the objectives of the charity, and to provide reserves for future activities, and, subject to charity legislation, are free from all restrictions on their use.
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Mohaddis E Azam Mission Preston

Notes to the accounts

For the Period from 6 November 2019 to 31 December 2020

13. Ultimate controlling party

The charity is under the control of its legal members.

Detailed analysis of income and expenditure for the year ended 31 December 2020 as required by the SORP 2015

14. Donations, Grants and Legacies

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Donations and gifts from individuals	249,449	-	249,449
Total donations and gifts from individuals	249,449	-	249,449
Total Donations, Grants and Legacies	249,449	-	249,449

15. Investment income

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Bank Interest Receivable	78	-	78
Total investment income	78	-	78

16. Expenditure on charitable activities - Direct spending

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Current Year			
Subcontractor costs	13,858	-	13,858
Event costs	46	-	46
Total direct spending	13,904	-	13,904

Mohaddis E Azam Mission Preston

Notes to the accounts

For the Period from 6 November 2019 to 31 December 2020

17. Support costs for charitable activities

	Unrestricted funds	Restricted funds	Total funds
Current Year	2020	2020	2020
	£	£	£
<i>Administrative overheads</i>			
Wages & salaries	5,042	-	5,042
Heat & Light	3,577	-	3,577
Tools & Equipment	3,189	-	3,189
Insurance	2,119	-	2,119
Utilities	1,472	-	1,472
PPE	500	-	500
IT & Software	276	-	276
Bank charges	207	-	207
Repairs & maintenance	200	-	200
PAYE	82	-	82
PPS	40	-	40
Rates	(486)	-	(486)
<i>Professional fees</i>			
Building contractors	8,000	-	8,000
Legal & Professional fees	754	-	754
Total support costs	24,973	-	24,973

18. Total Charitable expenditure

	Unrestricted funds	Restricted funds	Total funds
Current Year	2020	2020	2020
	£	£	£
Total direct spending	13,904	-	13,904
Total support costs	24,973	-	24,973
Total charitable expenditure	38,876	-	38,876