

**Company Number: 11808023**  
**Charity Number: 1186848**  
**England and Wales**

**THE ISLAMIC DIVERSITY CENTRE**

**Director's and Trustee's Report and Financial Statements**

**For the Period Ended 28 February '2023**

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**THE ISLAMIC DIVERSITY CENTRE**

**Charity Information for period ended**  
**28 February '2023**

**Trustees:**  
  
Mr Saqib Arshad  
Mr Abdulaziz Al-Shareedah  
Mr Mohammed Alyas Karmani  
Ms Sarah Mahmoud  
Mr Majid Younas

**Principal bankers:**  
  
Barclays Bank  
Newcastle

**Business Address:**  
  
Union Chambers Floor 1  
Grainger Street  
Newcastle Upon Tyne  
NE1 5JE

**Company Number:** 11808023  
**Charity Number:** 1186848  
England and Wales

**Accountants:**  
S M Q Accountancy and Management Consultancy Ltd  
Crown House-Suite 702, North Circular Road  
London NW10 7PN

## **THE ISLAMIC DIVERSITY CENTRE**

### **Directors'/Trustees Annual Report**

### **Structure, Governance & Management**

The "THE ISLAMIC DIVERSITY CENTRE" as charity was incorporated on 09 December 2019 and is governed by Charity Constitution. It is also a registered charity, no. 1186848

### **Organisational Structure**

The charity trustees are responsible for the strategic management of the charity. The CEO and staff are responsible for the implementation of plans and the day-to-day running of the charity.

**REFERENCE AND ADMINISTRATIVE DETAILS:** Registered charity name  
THE ISLAMIC DIVERSITY CENTRE Charity registration number 1186848 Principal office:  
Union Chambers Floor 1, Grainger Street, Newcastle Upon Tyne NE1 5JE

### **THE DIRECTORS AND TRUSTEES**

The trustees who served the charity during the period were as follows:

Mr. Saqib Arshad, Chairman  
Mr Abdulaziz Al-Shareedah  
Mr Mohammed Alyas Karmani  
Ms Sarah Mahmoud  
Mr Majid Younas

### **Accountant**

S M Q Accountancy & Management Consultancy Limited  
Crown House, North Circular Road, London  
NW10 7PN

### **GOVERNANCE AND MANAGEMENT OBJECTIVES AND ACTIVITIES**

#### **Structure, governance and management Structure**

The THE ISLAMIC DIVERSITY CENTRE charity was registered on 09 December 2019 governed by Constitution

### **Objectives**

1.the objects of the charity are for the public benefit and are specifically restricted to  
The following 1.1 to advance the islamic faith for the benefit of the public. Without  
Prejudice to the generality of the forgoing through the holding of prayer meetings  
Lectures public celebration of religious festivals producing and/or distributing  
Literature on islam to both the enlightened and others about the islamic faith, and to  
Support in exclusively charitable ways new muslims, to hold school visits and organise  
Visits to the mosque as experience in islam; 1.1.2 to further or benefit the residents of  
North east of england, without distinction of sex, sexual orientation, race or of political,  
Religious or other opinions by associating together the said residents and the local  
Authorities, voluntary and other organisations in a common effort to advance education  
And to provide facilities in the interests of social welfare for recreation and leisure  
Time occupation with the objective of improving the conditions of life for the residents;  
1.1.3 in furtherance of these objects but not otherwise, the trustees shall have power:  
To establish or secure the establishment of a community centre and to maintain or  
Manage or co-operate with any statutory authority in the maintenance and management  
Of such a centre for activities promoted by the charity in furtherance of the above  
Objects.

### **Risk Management**

The trustees have assessed the major risks to which the charity is exposed to and are satisfied that systems are in place to mitigate exposure to these risks.

## **THE ISLAMIC DIVERSITY CENTRE**

### **Aim:**

Advancement of faith

### **What we do:**

Religious Activities Recreation

### **This is done through:**

- Provides Buildings/facilities/open Space
- Provides Advocacy/advice/information

### **What we do:**

The charity is involved in a number of professional programmes and activities of engagement to bring about a change in perception of Islam and the Muslim community.

- Public events, exhibitions and tours
- Islamic Awareness stalls and talks
- '- Social Initiatives
- Education in schools and Training
- '- New Muslim Support

### **Services**

Throughout the financial year 2022/23 The Islamic Diversity Centre focused on establishing its Community Centre as related to charitable objective 1.1.3 to promote the charitable activities mentioned above, namely the classes and education programmes for the local residents both Muslim and non-Muslim.

2022/23 period saw the Islamic Diversity Centre saw significant activities being restored to normality and introduced projects in a transitional phased manner. This year saw significant progress made in the refurbishment of the centre

### **Raising Awareness:**

THE ISLAMIC DIVERSITY CENTRE works with public organisations as well as schools delivering Islamic awareness workshops at different levels. There are also free public events where the wider society members are welcome to attend and find out more information on Islam and in particular current issues that affect our society today.

### **Activities and Events include:**

We delivered a number of our public exhibitions and Islamic awareness stalls throughout the year including the continuation of our live stream work.

### **Educate**

Islamic Diversity Centre runs a number of Education programmes, in order to bring about greater awareness of the Islamic faith. This is done by:

Working with public organisations as well as schools delivering Islamic awareness workshops at different levels.

There are also free public events where the wider society members are welcome to attend and find out more information on Islam and in particular current issues that affect our society today.

In-house Islamic awareness courses and Mythbusting sessions for organisations and professionals in the North East. During this period our education work was delivered online instead of public face to face engagement, to bring about more normal outreach conditions for our work.

### **Engage**

All of our normal engagement projects were continued to stay on hold following the pandemic and national lockdowns due to limited capacity of work and finance priorities. This year has seen no change in current directive.

### **Empower - New Muslim Support**

The Islamic Diversity Centre continues to support and educate newly converted Muslims to help them through their journey in Islam in a safe environment. This is done through our mentoring programme and educational classes at our new centre. Our empowerment programmes were delivered face to face primarily and included an increase in classes, social programmes and general educational support.

## **THE ISLAMIC DIVERSITY CENTRE**

### **Financial Overview**

#### **Reserves policy**

The trustees have set a reserves policy of £45,500

For the year ended 28 February 2023 the THE ISLAMIC DIVERSITY CENTRE had a surplus of £135,751. The charity's financial position strengthened over last year as trustees and management retained their commitment over the scrutiny of costs and careful selection of focused projects.

#### **Principal funding source**

The majority of funds are raised through grant applications as well as through raising donations, an area that the trustees are keen to develop further.

#### **Measures in place**

The trustees have put in place key outcomes and outputs for which funds are to be used. All the funds are used to further the charity's objects.

#### **Financial management policy**

The financial management is managed by the trustees and staff who ensure that the charity adheres to its financial policy and procedures.

**Approved by the trustees on 30th December 2023 and signed on their behalf:**



**Mr Saqib Arshad  
(Trustee)**

## **Independent examiner's report to the Trustees of THE ISLAMIC DIVERSITY CENTRE**

I report on the accounts of the charity for the year ended 28th February 2023, which are set out on pages 10 to 15.

### **Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility:

- a) Examine the accounts (under section 145 of the 2011 Act;
- b) To follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5)(b) of the 2011 Act);
- c) To state whether particular matters have come to my attention.

### **Basis of independent examiners Report:**

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 seeking explanations from you as 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 view given by the accounts.

### **Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

(1) Which gives me reasonable cause to believe that in any material respect the requirements:

- a) to keep accounting records in accordance with section 140 of the 2011 Act; and b) to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act have not been met; or

(2) To which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

S M Q Accountancy and Management Consultancy Ltd  
Crown House-Suite 702, North Circular Road, London NW10 7PN

**Date: 30th December 2023**

**THE ISLAMIC DIVERSITY CENTRE****Statement of financial activities for the Y/E 28 February '2023**

		<u>Unrestricted</u>	<u>Restricted</u>	<u>Total 2023</u>	<u>Total 2022</u>
<b><u>INCOMING RESOURCES</u></b>	<b>Note</b>				
<b>Grants and Legacies:</b>	<b>2</b>				
Donations		140,847	143,600	284,447	284,186
Rental Income		79,901	0	79,901	99,448
Education Services		13,853	0	13,853	3,790
Sponsorships		1,000	0	1,000	1,750
Others		5,009	0	5,009	4,857
<b>Total Incoming Resources</b>		<b>240,611</b>	<b>143,600</b>	<b>384,211</b>	<b>394,031</b>
<b><u>RESOURCES EXPENDED</u></b>	<b>3</b>				
Costs of generating funds:		10,402	0	10,401	18,467
Charitable activities:		133,447	83,108	216,555	268,031
Governance costs:		21,503	0	21,503	17,872
<b><u>TOTAL RESOURCES EXPENDED</u></b>		<b>165,352</b>	<b>83,108</b>	<b>248,459</b>	<b>304,370</b>
<b>NET INCOMING/(OUTGOING) RESOURCES</b>		<b>75,259</b>	<b>60,493</b>	<b>135,752</b>	<b>89,661</b>
<b>Total funds brought forward</b>		<b>176,615</b>	<b>46,703</b>	<b>136,569</b>	<b>46,908</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>251,874</b>	<b>107,196</b>	<b>272,321</b>	<b>136,569</b>



**THE ISLAMIC DIVERSITY CENTRE**  
**BALANCE SHEET AS 28 February '2022**

		2023	2022
		£	£
<b>TANGIBLE FIXED ASSETS</b>			
Office and IT Equipments	4	0	12,332
Office Furniture		0	0
		<u>0</u>	<u>12,332</u>
<b>CURRENT ASSETS</b>			
Debtors	5	0	4,817
Cash at bank and in hand		277,274	215,594
<b>CURRENT LIABILITIES</b>			
Creditors	6	4,953	9,426
<b>NET CURRENT ASSETS</b>		<u>272,321</u>	<u>210,985</u>
<b>Total Current Assets less Current Liabilities</b>		<u>272,321</u>	<u>223,317</u>
<b>RESERVES</b>			
Income and Expenditure account		272,321	223,317
<b>Members' Funds</b>		<u>272,321</u>	<u>223,317</u>

These accounts have been delivered in accordance with the provisions applicable to companies subject to small companies regime.

For the year ending 28/02/2022 the company was entitled to exemption from audit under section 477 (2) of Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.



**Mr Saqib Arshad (Trustee)**

Approved by the board on 30th December 2023

**THE ISLAMIC DIVERSITY CENTRE**  
**Notes to the Financial Statements**  
**For the Y/E 28 February '2023**

**1. Accounting policies**

**Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the 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 2015)',

Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

the requirements of Section 7 Statement of Cash Flows;

the requirement of Section 3 Financial Statement Presentation paragraph 3.17(d);

the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);

the requirements of Section 12 Other Financial Instruments paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A; the requirement of Section 33 Related Party Disclosure paragraph 33.7.

**Critical accounting judgements and key sources of estimation uncertainty**

There are no significant estimates having a material effect on the financial statements.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

**Donations**

This comprises all incoming resources from donations, grants of general nature provided by other charitable foundations which are not conditional on delivering certain levels of volumes of a service or supply of charitable goods and income from fundraising partners on the basis of that which is remitted to THE ISLAMIC DIVERSITY CENTRE in the United Kingdom.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to

that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accrual basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

## **THE ISLAMIC DIVERSITY CENTRE**

### **Raising funds**

Raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities, events and non-charitable trading.

### **Charitable activities**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and them. 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

### **Governance costs**

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

### **Allocation and apportionment of costs**

Support costs include central functions and have been allocated to activity cost categories usage. on a basis consistent with the use of resources, for example, allocation property costs by floor areas, or per capital, staff costs by the time spent and other costs by their

### **Tangible fixed assets**

Fixed assets are included at cost. Items are capitalised if their cost or, if gifted their donated value, is over £1,000. 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:

Office equipment 25% straight line basis

### **Taxation**

The charity is exempt from tax on its charitable activities.

### **Fund**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. Restricted funds can only be used for particular restricted purposes within the objects of the charity.

Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

### **Going concern**

The Board of Trustees have reviewed the Charity's financial requirements for a period of 12 months following the date of approval of these accounts and are satisfied that there are no material uncertainties about the charity's ability to continue, therefore the Charity's activities will operate at a adequate level of surplus in the future.

### **Financial instruments**

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value.

### **Depreciation**

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Fixtures&Fitting (inc.Computers)	25% on cost
Plant and machinery	25% on cost
Motor vehicles	25% on cost

## **THE ISLAMIC DIVERSITY CENTRE**

### **2. Incoming Resources**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Rental Income	79,901	99,448
Sponsorships	1,000	1,750
Donation	140,847	111,378
Education Services	13,853	3,790
Building Funds	143,600	172,808
Others-Key cut	0	40
Others	5,009	4,817
	<b>384,211</b>	<b>394,031</b>

## **THE ISLAMIC DIVERSITY CENTRE**

### **3. Expenditure**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Refurbishment	83,108	163,356
Staff Cost	45,132	24,473
Project Cost	57,904	48,566
IT & Telephone	3,556	2,175
Website/Domain	0	90
Printing and Stationary	1,428	1,353
Fundraising Cost	5,533	13,444
Insurance	5,303	454
Fire Safety	1,915	1,753
Professional Fee	7,582	8,315
Building & Facility Management Fee	5,040	7,025
Repair and Maintenance	7,906	2,592
Utility Cost	12,897	17,583
Cleaning	2,034	1,659
Bank Charges	162	180
Travelling and Motor Cost	3,542	2,325
Accountancy	1,500	900
Depreciation	3,918	8,125
	<b>248,460</b>	<b>304,368</b>

## **THE ISLAMIC DIVERSITY CENTRE**

### **Notes to the Financial Statements For the Y/E 28 February '2023**

#### **4. Tangible Fixed Assets**

	<b><u>Fixture and Fitting</u></b>	<b><u>Office &amp; IT Equipments</u></b>	<b><u>Motor Vehicles</u></b>	<b><u>Total £</u></b>
<b><u>Cost</u></b>				
Opening Balance as at 01 March '2022	0	15,673	16,825	32,498
Addition	0	0	0	0
Disposal	0	0	(16,825)	-16,825
Closing Balance as at 28 February '2023	0	15,673	0	15,673
<b><u>Depreciation</u></b>				
Opening Balance as at 01 March '2022	0	11,755	8412	20,167
Charges for the Year	0	3,918		3,918
Disposal	0	0	(8,412)	0
Closing Balance as at 28 February '2023	0	15,673	0	24,085
<b>Net book value</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

## **THE ISLAMIC DIVERSITY CENTRE**

### **Notes to the Financial Statements For the Y/E 28 February '2023**

#### **5. Debtors**

VAT Claim 02.23

<b>2023</b>	<b>2022</b>
<b>£</b>	<b>£</b>
<b>0</b>	<b>4817</b>

#### **6. Creditors:**

**amounts falling due within one year**

Accountancy Fee

Depreciation

Vat

Other Creditors

<b>2023</b>	<b>2022</b>
<b>£</b>	<b>£</b>
1500	900
0	8,125
3,053	0
400	400
<b>4,953</b>	<b>9,425</b>

#### **7. Staff Costs**

Wages and Salaries

PAYE

44,693	24,324
439	149
<b>45,132</b>	<b>24,473</b>

#### **8. Total Paid employees**

Education

Admin

Finance

Media

New Muslim Support

Islamic Awareness

**7**                      **7**

2                      3

1                      2

1                      1

1                      1

1                      0

1                      0