

REGISTERED COMPANY NUMBER: CE025158 (England and Wales)
REGISTERED CHARITY NUMBER: 1195363

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025
FOR
ARRAHMA FOUNDATION**

Shareef
Statutory Auditors
4 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

ARRAHMA FOUNDATION

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FOR THE YEAR ENDED 31 MARCH 2025**

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ARRAHMA FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The CIO ArRahma Foundation was merged with The Muslim Association of Hall Green (Charity Trust) with Reg No of 1153816.

All future activities are now conducted under the CIO.

Until March 2023 all activities were delivered via The Muslim Association of hall Green (Charity Trust) with Reg No of 1153816.

OBJECTIVES AND ACTIVITIES

Objectives and aims

To advance the religion of Islam, by means of, but not exclusively, promoting the teachings and tenets of Islam, provision of facilities for worship and provision of facilities for Islamic education.

The advancement of education for public benefit, by means of, but not exclusively, supplementary classes, facilities for nursery education and any such activities as the Trustees may determine from time to time.

To promote racial and religious harmony for the benefit of the public by promoting knowledge and mutual understanding between different racial and faith groups, in ways that reduces conflict and creates trust, unity and peace between them.

To relieve financial hardship, distress and suffering among poor people, victims of natural disasters and other people in need, by means thought fit by the trustees from time to time.

The provision or assistance in the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals who have a need of such facilities by reason of their youth, gender, age infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life.

To establish a Islamic community centre and to maintain and manage the same, in enhancement of the above objects.

To organise conventions, seminars, and workshops to help achieve the above objects.

To establish goodwill and working relationships between the Council and other local bodies including local government, public departments and other ethnic and cultural associations.

To raise awareness amongst its members and general public against extremism and violence, as per Islamic teachings.

Publish magazines, websites, newsletters, brochures, and other written materials.

To raise or collect funds.

To invite, receive and accept gifts of assets, property and any other gifts.

To buy, take on lease or in exchange, hire or otherwise acquire any property and to maintain and equip it for use.

To sell, lease or otherwise dispose of all or any part of the property belonging to the Charity.

To setup trading subsidiaries or carry out any such trading activities that are allowable under law.

To co-operate with local, regional, national or international charities, voluntary bodies, statutory authorities, and any other organisation.

To establish and pay for the establishment of any such electronic communication medium as thought fit, including the use of radio, internet, satellite, mobile phone and other such broadcast or transmission technology in furtherance of the objects.

To establish or support any charitable trusts, associations or institutions formed for any of the charitable purposes included in the objects.

To acquire, merge with or enter into any partnership or joint venture arrangement with any other charity formed for any of the objects.

To create such advisory committees as the Trustees think fit.

To provide and pay for indemnity insurance for the Trustees if required to keep in repair and pay for the costs of insuring any assets of the charity against any liability and risks of damage.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

To provide and pay for public and employers liability insurance if required.

To employ and remunerate such staff or persons as are necessary for carrying out the work of the charity.

To appoint patrons or advisors or any such persons to assist in any decision making.

To do any other lawful thing that is necessary or desirable for the achievement of the objects or to exercise any other powers given by the Trustee Act 2000.

Significant activities

During the period from April 2024 to March 2025, the charity continued to advance its charitable objectives across its two sites: Masjid 'Esa ibn Maryam, 14 Etwall Road, Hall Green, Birmingham B28 0LE, and Masjid Sulayman bin Dawid, 196 York Road, Hall Green, Birmingham B28 8LE. Through both centres, the charity facilitated daily congregational prayers throughout the year, including Jumu'ah prayers, Ramadan programmes, Tarawid prayers, Eid prayers, and other acts of worship and religious gatherings for the benefit of the local Muslim community. The charity also delivered regular reminders, study circles, and educational programmes intended to advance the understanding and practice of Islam and to promote spiritual wellbeing and community cohesion.

The charity continued to provide educational opportunities and religious instruction for children, youth, and adults across both sites. Activities included Qur'an classes, Islamic studies lessons, youth engagement initiatives, and educational programmes designed to nurture good character, personal development, and a stronger understanding of faith and community responsibilities. The trustees also supported initiatives aimed at providing a safe, structured, and beneficial environment for young people and families, encouraging positive participation in religious, educational, and social activities for the wider public benefit.

In furtherance of its charitable purposes, the charity undertook and supported a range of community welfare and outreach initiatives during the year. These included community engagement activities, pastoral support and guidance for individuals and families, charitable appeals, and programmes intended to strengthen community ties and assist those in need. Through its activities at both centres, the charity continued to work towards the advancement of religion, the promotion of social welfare, and the provision of facilities and services beneficial to the local community, whilst ensuring that all activities were carried out in accordance with the charity's governing objectives and for the wider public benefit.

Public benefit

The trustees give due regard to the guidance issued by the Charity Commission on public benefit.

STRATEGIC REPORT

Financial position

The Charity made a surplus in the year of £635,845 (2024 : £384,649). As at 31 March 2025, the total reserves were £2,602,249 (2024 : £1,966,404).

Principal funding sources

The Charity obtains most of its funding from donations and tuition fees.

Reserves policy

The Charity's reserves as at 31 March 2025 were £2,602,249. The Charity owns a number of properties and donations are used to improve the properties so that it can continue to provide facilities for local communities. Consequently, reserves are held at a high level.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Charity constitution

The Charity is a CIO, registered with Companies House and the Charity Commission.

ARRAHMA FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

Any new trustees are appointed following foundation trustee recommendation and trained by existing trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

CE025158 (England and Wales)

Registered Charity number

1195363

Registered office

14 Etwall Road
Hall Green
Birmingham
West Midlands
B25 0LE

Trustees

Mr Mohammed Ishaq
Mr Muhammad Imran Iqbal Bhatti
Mr Furquat Salim
Mr Zaheer Mahmood
Mr Juanied Amin

Auditors

Shareef
Statutory Auditors
4 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

Bankers

HSBC UK
34 Poplar Road
Solihull
West Midlands
B91 3AF

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of ArRahma Foundation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

Company law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees 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 trustees 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those 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 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

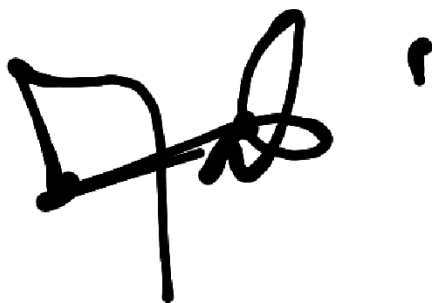
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Shareef, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 2 June 2026 and signed on the board's behalf by:

A handwritten signature in black ink, appearing to be 'Zaheer Mahmood', with a stylized flourish at the end.

Mr Zaheer Mahmood - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF ARRAHMA FOUNDATION

Opinion

We have audited the financial statements of ArRahma Foundation (the 'charitable company') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025 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 requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other Matter

The Charity's accounts for the prior year were not required to be audited. Therefore, we have not audited the comparative figures in the 2025 accounts.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF ARRAHMA FOUNDATION

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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 for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

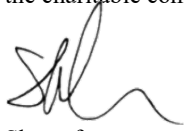
Based on our understanding of the Charity and industry, we identified that the principal risks of non-compliance with laws and regulations related to employment laws and taxes, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, FRS 102 and the Charities SORP. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to achieve desired financial results and the manipulation of exceptional items and management bias in accounting estimates. Audit procedures performed by the engagement team included, but were not limited to: - enquiries with management, and the Company's legal counsel (internal and, where relevant, external), including consideration of known or suspected instances of fraud and non-compliance with laws and regulations and examining supporting calculations where a provision has been made in respect of these; reading key correspondence with regulatory authorities in relation to compliance with certain employment laws and indirect tax matters; - understanding and evaluating the design and implementation of management's controls designed to prevent and detect irregularities; - challenging assumptions and judgements made by management in their significant accounting estimates, in particular, in relation to restricted funds; - identifying and testing journal entries, in particular any journal entries posted with unusual account combinations and postings by unusual users; There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
ARRAHMA FOUNDATION**

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Shareef

Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

4 Highlands Court

Cranmore Avenue

Solihull

West Midlands

B90 4LE

2 June 2026

ARRAHMA FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2025**

		2025 Unrestricted fund £	2024 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	1,032,965	797,907
Charitable activities	4		
Madrasah		274,402	175,619
Investment income	3	30,285	16,715
Other income		477	-
Total		<u>1,338,129</u>	<u>990,241</u>
 EXPENDITURE ON			
Raising funds	5	53,666	32,850
Charitable activities	6		
Madrasah		<u>648,618</u>	<u>572,741</u>
Total		<u>702,284</u>	<u>605,591</u>
 NET INCOME		635,845	384,650
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>1,966,404</u>	<u>1,581,754</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>2,602,249</u></u>	<u><u>1,966,404</u></u>

The notes form part of these financial statements

ARRAHMA FOUNDATION

BALANCE SHEET
31 MARCH 2025

		2025 Unrestricted fund £	2024 Total funds £
FIXED ASSETS	Notes		
Tangible assets	12	4,026,563	2,958,332
CURRENT ASSETS			
Debtors	13	69,125	69,552
Cash at bank and in hand		654,263	1,167,058
		723,388	1,236,610
CREDITORS			
Amounts falling due within one year	14	(2,147,702)	(2,228,538)
NET CURRENT ASSETS		<u>(1,424,314)</u>	<u>(991,928)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,602,249</u>	<u>1,966,404</u>
NET ASSETS		<u>2,602,249</u>	<u>1,966,404</u>
FUNDS	16		
Unrestricted funds		2,602,249	1,966,404
TOTAL FUNDS		<u>2,602,249</u>	<u>1,966,404</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2025.

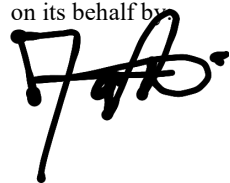
The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on 2 June 2026 and were signed on its behalf by



Mr Zaheer Mahmood - Trustee

The notes form part of these financial statements

ARRAHMA FOUNDATION

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2025**

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	<u>616,772</u>	<u>403,565</u>
Net cash provided by operating activities		<u>616,772</u>	<u>403,565</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(1,073,847)</u>	<u>(505,902)</u>
Interest received		<u>-</u>	<u>885</u>
Net cash used in investing activities		<u>(1,073,847)</u>	<u>(505,017)</u>
Cash flows from financing activities			
New loans in year		<u>-</u>	<u>411,795</u>
Loan repayments in year		<u>(55,720)</u>	<u>-</u>
Net cash (used in)/provided by financing activities		<u>(55,720)</u>	<u>411,795</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(512,795)	310,343
Cash and cash equivalents at the beginning of the reporting period		<u>1,167,058</u>	<u>856,715</u>
Cash and cash equivalents at the end of the reporting period		<u>654,263</u>	<u>1,167,058</u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2025**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025	2024
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	635,845	384,650
Adjustments for:		
Depreciation charges	5,616	1,280
Interest received	-	(885)
Decrease/(increase) in debtors	427	(11,327)
(Decrease)/increase in creditors	(25,116)	29,847
Net cash provided by operations	<u>616,772</u>	<u>403,565</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.24	Cash flow	At 31.3.25
	£	£	£
Net cash			
Cash at bank and in hand	<u>1,167,058</u>	<u>(512,795)</u>	<u>654,263</u>
	<u>1,167,058</u>	<u>(512,795)</u>	<u>654,263</u>
Debt			
Debts falling due within 1 year	<u>(2,186,725)</u>	<u>55,720</u>	<u>(2,131,005)</u>
	<u>(2,186,725)</u>	<u>55,720</u>	<u>(2,131,005)</u>
Total	<u>(1,019,667)</u>	<u>(457,075)</u>	<u>(1,476,742)</u>

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The Charity is a CIO registered with Companies House and the Charity Commission.

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.

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 accruals 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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Plant and machinery	- 20% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

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.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025

2. DONATIONS AND LEGACIES

	2025	2024
	£	£
Donations	1,032,965	728,355
Gift aid	<u>-</u>	<u>69,552</u>
	<u>1,032,965</u>	<u>797,907</u>

3. INVESTMENT INCOME

	2025	2024
	£	£
Rents received	30,285	15,830
Deposit account interest	<u>-</u>	<u>885</u>
	<u>30,285</u>	<u>16,715</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2025	2024
	£	£
Tuition fees	274,402	175,619
Activity Madrasah		

5. RAISING FUNDS**Raising donations and legacies**

	2025	2024
	£	£
Fund raising costs	<u>53,666</u>	<u>32,850</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Madrasah	<u>577,110</u>	<u>71,508</u>	<u>648,618</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025

7. SUPPORT COSTS

	Finance	Governance	Totals
	£	costs	£
	£	£	£
Madrasah	<u>52,196</u>	<u>19,312</u>	<u>71,508</u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Auditors' remuneration	6,000	-
Depreciation - owned assets	<u>5,616</u>	<u>1,280</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

10. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	389,847	301,934
Social security costs	17,991	11,217
Other pension costs	<u>6,077</u>	<u>4,010</u>
	<u>413,915</u>	<u>317,161</u>

The average monthly number of employees during the year was as follows:

	2025	2024
	32	29
Employees	<u>32</u>	<u>29</u>

No employees received emoluments in excess of £60,000.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	797,907
Charitable activities	
Madrasah	175,619
Investment income	<u>16,715</u>
Total	<u>990,241</u>
EXPENDITURE ON	
Raising funds	32,850
Charitable activities	
Madrasah	<u>572,741</u>
Total	<u>605,591</u>
NET INCOME	384,650
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>1,581,754</u>
TOTAL FUNDS CARRIED FORWARD	<u>1,966,404</u>

12. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Totals £
COST			
At 1 April 2024	2,955,234	6,410	2,961,644
Additions	<u>1,049,641</u>	<u>24,206</u>	<u>1,073,847</u>
At 31 March 2025	<u>4,004,875</u>	<u>30,616</u>	<u>4,035,491</u>
DEPRECIATION			
At 1 April 2024	-	3,312	3,312
Charge for year	<u>-</u>	<u>5,616</u>	<u>5,616</u>
At 31 March 2025	<u>-</u>	<u>8,928</u>	<u>8,928</u>
NET BOOK VALUE			
At 31 March 2025	<u>4,004,875</u>	<u>21,688</u>	<u>4,026,563</u>
At 31 March 2024	<u>2,955,234</u>	<u>3,098</u>	<u>2,958,332</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Other debtors	<u>69,125</u>	<u>69,552</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Other loans (see note 15)	2,131,005	2,186,725
Social security and other taxes	5,366	4,458
Other creditors	1,253	2,377
Accrued expenses	<u>10,078</u>	<u>34,978</u>
	<u>2,147,702</u>	<u>2,228,538</u>

15. LOANS

An analysis of the maturity of loans is given below:

	2025	2024
	£	£
Amounts falling due within one year on demand:		
Other loans	<u>2,131,005</u>	<u>2,186,725</u>

16. MOVEMENT IN FUNDS

	At 1.4.24	Net movement in funds	At 31.3.25
	£	£	£
Unrestricted funds			
General fund	1,966,404	635,845	2,602,249
	<u>1,966,404</u>	<u>635,845</u>	<u>2,602,249</u>
TOTAL FUNDS	<u>1,966,404</u>	<u>635,845</u>	<u>2,602,249</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	1,338,129	(702,284)	635,845
	<u>1,338,129</u>	<u>(702,284)</u>	<u>635,845</u>
TOTAL FUNDS	<u>1,338,129</u>	<u>(702,284)</u>	<u>635,845</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	1,581,754	384,650	1,966,404
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,581,754</u>	<u>384,650</u>	<u>1,966,404</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	990,241	(605,591)	384,650
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>990,241</u>	<u>(605,591)</u>	<u>384,650</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.23 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	1,581,754	1,020,495	2,602,249
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,581,754</u>	<u>1,020,495</u>	<u>2,602,249</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	2,328,370	(1,307,875)	1,020,495
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>2,328,370</u>	<u>(1,307,875)</u>	<u>1,020,495</u>

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2025.

ARRAHMA FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2025

	2025 £	2024 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	1,032,965	728,355
Gift aid	-	69,552
	<u>1,032,965</u>	<u>797,907</u>
Investment income		
Rents received	30,285	15,830
Deposit account interest	-	885
	<u>30,285</u>	<u>16,715</u>
Charitable activities		
Tuition fees	274,402	175,619
Other income		
Other income	477	-
	<u>477</u>	<u>-</u>
Total incoming resources	1,338,129	990,241
EXPENDITURE		
Raising donations and legacies		
Fund raising costs	53,666	32,850
Charitable activities		
Wages	389,847	301,934
Social security	17,991	11,217
Pensions	6,077	4,010
Postage and stationery	6,040	5,542
Advertising	2,364	1,710
Event expenses	85,885	88,208
Sub contractors	18,402	20,895
Miscellaneous expenses	1,032	770
Books	7,201	7,619
Project costs	42,271	32,810
	<u>577,110</u>	<u>474,715</u>
Support costs		
Finance		
Rates and water	6,168	2,092
Carried forward	6,168	2,092

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ARRAHMA FOUNDATION**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2025**

	2025	2024
	£	£
Finance		
Brought forward	6,168	2,092
Insurance	6,722	5,414
Light and heat	29,926	46,127
Telephone	1,133	812
Repairs and maintenance	2,499	1,896
Entertainment	132	-
Equipment expensed	-	16,594
Plant and machinery	<u>5,616</u>	<u>1,280</u>
	52,196	74,215
 Governance costs		
Auditors' remuneration	6,000	-
Accountancy and legal fees	6,155	4,258
Merchant charges	7,157	5,806
Legal fees	<u>-</u>	<u>13,747</u>
	19,312	23,811
 Total resources expended	<u>702,284</u>	<u>605,591</u>
 Net income	<u><u>635,845</u></u>	<u><u>384,650</u></u>

This page does not form part of the statutory financial statements