

Dar Al-Islam Centre

Charity No. 1197956

Company No. CE028367

Trustees' Report and Unaudited Accounts

28 February 2023

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The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the period ended 28 February 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. CE028367

Charity No. 1197956

Principal Office

61 Anson Road

London

NW2 3UY

Registered Office

61 Anson Road

London

NW2 3UY

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law.

The following Directors and Trustees served during the year:

H. Al-Najafi

A. Al-Saraj

M. Baraka

S. Hussain

Accountants

Nova Accountants LTD

Suite 3313

Unit 3a

34-35 Hatton Garden

London

EC1N 8DX

Bankers

Lloyds Bank

OBJECTIVES AND ACTIVITIES

1) 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 events, facilities for marriage and other activities as determined from time to time, in accordance with the tenets of Muslim Shia Ithna-Ashari Faith. 2) To advance education for the benefit of the general public by means of, but not exclusively, the provision or the assistance in the provision of educational activities and facilities, such as tuition, nurseries and schools.

The main activities undertaken in relation to those purposes marriage and wedding services, funeral services, Friday prayers, Visits and Tours, Library, Marriage and Mental health counselling. On top of other activities.

ACHIEVEMENTS AND PERFORMANCE

The activities mentioned above generated a community engagement for example Iftar during Ramadan and youth activities.

FINANCIAL REVIEW

The trustees would like to hold enough reserves in order to fund the new deceased washroom and extension, which is currently being built in year 2.

PLANS FOR FUTURE PERIODS

Our primary focus will be on providing high-quality services that address the pressing needs of the community. We intend to conduct surveys and capitalise on the knowledge of the trustees.

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

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

M. Baraka
Trustee
28 February 2023

Independent Examiner's Report to the trustees of Dar Al-Islam Centre

I report to the charity trustees on my examination of the financial statements of Dar Al-Islam Centre for the period ended 28 February 2023.

Responsibilities and basis of report

As the charity's trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act).

Having satisfied myself that the financial statements of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's financial statements as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I can confirm that no material matters have come to my attention in connection with the examination giving me cause to believe:

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.

Darren Warren FMAAT

Paxton Independent Examiners

61A High Street South

Rushden

Northants

NN10 0RA

09/12/2023

Dar Al-Islam Centre
Statement of Financial Activities
for the period ended 28 February 2023

		Unrestricted funds 2023 £	Total funds 2023 £
	Notes		
Income and endowments from:			
Donations and legacies	3	99,073	99,073
Charitable activities	4	5,674	5,674
Other trading activities	5	54,851	54,851
Total		159,598	159,598
Expenditure on:			
Charitable activities	6	11,886	11,886
Other	7	80,747	80,747
Total		92,633	92,633
Net gains on investments		-	-
Net income		66,965	66,965
Transfers between funds		-	-
Net income before other gains/(losses)		66,965	66,965
Other gains and losses			
Net movement in funds		66,965	66,965
Reconciliation of funds:			
Total funds carried forward		66,965	66,965

Dar Al-Islam Centre
Summary Income and Expenditure Account
for the period ended 28 February 2023

	2023 £
Income	159,598
Gross income for the period	<u>159,598</u>
Expenditure	92,633
Total expenditure for the period	<u>92,633</u>
Net income before tax for the period	66,965
Net income for the period	<u><u>66,965</u></u>

Dar Al-Islam Centre
Balance Sheet
at 28 February 2023

Company No. CE028367	Notes	2023 £
Fixed assets		
Tangible assets	10	13,167
		<u>13,167</u>
Current assets		
Debtors	11	3,859
Cash at bank and in hand		52,832
		<u>56,691</u>
Creditors: Amount falling due within one year	12	(2,893)
Net current assets		<u>53,798</u>
Total assets less current liabilities		<u>66,965</u>
Net assets excluding pension asset or liability		<u>66,965</u>
Total net assets		<u><u>66,965</u></u>
The funds of the charity		
Unrestricted funds	13	
General funds		66,965
		<u>66,965</u>
Reserves	13	
Total funds		<u><u>66,965</u></u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the period ended 28 February 2023 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

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 responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the board on 28 February 2023

And signed on its behalf by:

M. Baraka
Trustee
28 February 2023

for the period ended 28 February 2023

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

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

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

3 Income from donations and legacies

Unrestricted	Total 2023
£	£
Donations	40,073
Donations from previous foundation	59,000
<u>99,073</u>	<u>99,073</u>

4 Income from charitable activities

Unrestricted	Total 2023
£	£
5,674	5,674
<u>5,674</u>	<u>5,674</u>

5 Income from other trading activities

Unrestricted	Total 2023
£	£
Rental Income	54,851
<u>54,851</u>	<u>54,851</u>

6 Expenditure on charitable activities

Unrestricted	Total 2023
£	£
<i>Governance costs</i>	
11,886	11,886
<u>11,886</u>	<u>11,886</u>

7 Other expenditure

Unrestricted	Total 2023
£	£
249	249
Employee costs	53,070
Premises costs	14,114
General administrative costs	10,502
Legal and professional costs	2,812
<u>80,747</u>	<u>80,747</u>

8 Trustee remuneration and expenses

		2023 Number	Number
The nature of the reimbursed expenses	zero		

9 Staff costs

	2023
Salaries and wages	51,859
Pension costs	1,181
	<u>53,040</u>

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

10 Tangible fixed assets

	£	£	£
Cost or revaluation			
Additions	810	12,357	13,167
At 28 February 2023	<u>810</u>	<u>12,357</u>	<u>13,167</u>
Net book values			
At 28 February 2023	<u>810</u>	<u>12,357</u>	<u>13,167</u>

11 Debtors

	2023 £
Other debtors	3,859
	<u>3,859</u>

12 Creditors:

amounts falling due within one year

	2023 £
Other taxes and social security	2,533
Other creditors	359
Accruals	1
	<u>2,893</u>

13 Movement in funds

	Incoming resources (including other gains/losses) £	Resources expended £	At 28 February 2023 £
Unrestricted funds:			
General funds	159,598	(92,633)	66,965
Total funds	<u>159,598</u>	<u>(92,633)</u>	<u>66,965</u>

14 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Fixed assets	12,357	810	13,167
Net current assets	53,798	-	53,798
	<u>66,155</u>	<u>810</u>	<u>66,965</u>

15 Reconciliation of net debt

	Cash flows £	At 28 February 2023 £
Cash and cash equivalents	52,832	52,832
	<u>52,832</u>	<u>52,832</u>
Net debt	<u>52,832</u>	<u>52,832</u>

16 Commitments

Operating lease commitments

Annual commitments under non-cancellable operating leases are as follows:

	2023 Land and buildings £	2023 Other £
Operating leases with expiry date:		

Pension commitments

	2023 £
The pension cost charge to the company amounted to:	<u>1,181</u>

17 Related party disclosures
Controlling party

The company is limited by guarantee and has no share capital; thus no single party controls the company.

Dar Al-Islam Centre
Detailed Statement of Financial Activities
for the period ended 28 February 2023

	Unrestricted funds 2023 £	Total funds 2023 £
Income and endowments from:		
Donations and legacies		
Donations	40,073	40,073
Donations from previous foundation	59,000	59,000
	<u>99,073</u>	<u>99,073</u>
Charitable activities		
	5,674	5,674
	<u>5,674</u>	<u>5,674</u>
Other trading activities		
Rental Income	54,851	54,851
	<u>54,851</u>	<u>54,851</u>
Total income and endowments	159,598	159,598
Expenditure on:		
Governance costs		
	11,886	11,886
	<u>11,886</u>	<u>11,886</u>
Total of expenditure on charitable activities	11,886	11,886
Other expenditure		
	249	249
	<u>249</u>	<u>249</u>
Employee costs		
Salaries/wages	51,859	51,859
Pension costs	1,181	1,181
Temporary staff	30	30
	<u>53,070</u>	<u>53,070</u>
Premises costs		
Rates	1,423	1,423
Light, heat and power	4,483	4,483
Premises repairs and maintenance	8,208	8,208
	<u>14,114</u>	<u>14,114</u>
General administrative costs, including depreciation and amortisation		
Bank charges	159	159
Equipment expensed	2,175	2,175
General insurances	3,772	3,772

Detailed Statement of Financial Activities

Stationery and printing	2,237	2,237
Subscriptions	701	701
Sundry expenses	198	198
Telephone, fax and broadband	1,260	1,260
	<u>10,502</u>	<u>10,502</u>
Legal and professional costs		
Accountancy and bookkeeping	1,625	1,625
Other legal and professional costs	1,187	1,187
	<u>2,812</u>	<u>2,812</u>
Total of expenditure of other costs	<u>80,747</u>	<u>80,747</u>
Total expenditure	92,633	92,633
Net gains on investments	-	-
	<u>66,965</u>	<u>66,965</u>
Net income		
Net income before other gains/(losses)	66,965	66,965
Other Gains	-	-
	<u>66,965</u>	<u>66,965</u>
Net movement in funds		
	<u>66,965</u>	<u>66,965</u>
Reconciliation of funds:		
Total funds brought forward	-	-
Total funds carried forward	<u>66,965</u>	<u>66,965</u>