

# THE UNITED KINGDOM ISLAMIC MISSION

England & Wales · Charity number 250275

## Details

---

**Status** Registered

**Legal form** Other

**Registered** 1967-02-06

**Register** [View on the Charity Commission register](#)

## Contact

---

**Address** Werneth House  
79 Manchester Road  
Oldham  
OL8 4LN

**Phone** 02073872157

**Email** [info@ukim.org](mailto:info@ukim.org)

**Website** [www.ukim.org](http://www.ukim.org)

## Activities

---

**Objects:** TO ESTABLISH THE ISLAMIC ORDER OF LIFE WITH A VIEW TO SEEKING THE BLESSINGS OF ALLAH IN THIS LIFE AND THE LIFE HEREAFTER.

**Activities:** The charity's activities include raising funds for all disasters, human sufferings, human needs, for educational purposes and to provide centers for worship.

## Classification

---

- **How:** Makes Grants To Individuals, Provides Buildings/facilities/open Space, Acts As An Umbrella Or Resource Body
- **What:** Education/training, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities
- **Who:** Children/young People, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies

## Geography

---

- **Area of benefit:** NATIONAL
- Bangladesh
- Bosnia And Herzegovina
- India
- Indonesia
- Kenya
- Lebanon
- Nepal
- Occupied Palestinian Territories
- Pakistan
- Sierra Leone
- Somalia
- Sri Lanka
- Turkey
- Yemen
- Throughout England And Wales

## Finances

---

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£14,606,087	£11,890,513	£52,109,122	84
2024-03-31	£18,065,829	£12,214,245	£49,340,022	89
2023-03-31	£13,562,106	£9,087,115	£43,339,438	86
2022-03-31	£12,664,089	£9,135,223	£38,620,649	80
2021-03-31	£8,478,396	£7,726,356	£34,677,103	80

## Trustees

---

Name	Role	Appointed
United Kingdom Islamic Mission		2022-09-01

**THE UNITED KINGDOM ISLAMIC MISSION**

England & Wales - Charity number 250275

---

# Accounts

---

# **THE UK ISLAMIC MISSION**

**FINANCIAL STATEMENTS & TRUSTEE'S REPORT  
31st March 2025**

**Charity Number:  
England: 250275    Scotland: SC042499**

---

## Contents

---

Introduction:.....	1
Structure, Governance and Management:.....	2
Governing Document: .....	2
Governing Bodies: .....	2
Financial Control: .....	3
Risk Management: .....	4
Objectives and activities: .....	4
Voluntary Help .....	4
Financial Review .....	4
Grant Making Policy .....	5
Reserves Policy .....	5
International Programmes .....	5
Emergency Response: .....	5
Seasonal Food Programme: .....	6
Winter Relief Response: .....	7
Education .....	7
Livelihood: .....	7
Healthcare: .....	7
Water, Sanitation and Hygiene: .....	7
Community Development Centres: .....	7
Children Programme .....	8
UK Programmes .....	8
Headlines.....	8
National Competition and Awards:.....	9
Women's Activities:.....	9
Dawah and Outreach:.....	9
iCare:.....	9
Youth:.....	10
Events:.....	10
Media and Communications:.....	10
Planning for the Future:.....	11
International Programmes Priorities for 2026:.....	11
Trustees' Responsibilities Statement:.....	13
The Independent Auditor's Report:.....	14
Financials:.....	20
Accounting Policies:.....	27
Financials Continued:.....	28

---

## Introduction

---

The Trustees present their report and the financial statement of the charity of the year ending 31st March 2025.

Reference and administrative details:

**Registered Charity Name:** The United Kingdom Islamic Mission

**Charity Registration Number:** 250275

**Charity Registration Number Scotland:** SC042499

**Registered Office Address:** Werneth House, 79 Manchester Road, Oldham, OL8 4LN

**The Corporate Trustee:** United Kingdom Islamic Mission, Charity Registered Number: 1127246

**The Trustees:**

Mohammed Riaz	President
Nafis Lodhi	General Secretary
Mahboob Ur Rasul Qamar	Treasurer
Mohammad Ishaq	
Mahfoozur Rahman Jawed	
Muhammad Awais	
Mohammad Sajjad Amin	
Maqsood Anwar	
Waqar Ahmad	
Mohammad Afzal Malik	
Asim Uddin	
Syed Shaukat Ali	
Mohammad Iqbal	
Abdul Hamid	
Ghufran Mehmood	
Muhammad Saeed	
Amjad Janjua	
Dr Fiaz Hussain	
Sumera Kousar	
Usaid Saiad	
Sabah Shahjahan	
Abdul Haq Mian	
Muhammad Hussain Asghar	
Dr Hammad Bin Zahid Lodhi	
Mohammed Saeed	

---

## Introduction

---

### Bankers:

Al Rayan Bank PLC	4 Stratford Place, London W1C 1AT
Barclays Bank PLC	Business Banking, Leicester, LE87 2BB
HSBC Bank PLC	8 Canada Square, London, E14 5HQ
Lloyds Bank PLC	25 Gresham St, London EC2V 7HN
NatWest	135 Bishopsgate, London EC2M 3UR
Royal Bank of Scotland PLC	36 St. Andrew Square, Edinburgh, Scotland, EH2 2YB
Santander	2 Triton Square, Regent's Place, London
Tide	66 City Road, The Featherstone Building, London EC1Y 2AL
Ulster Bank	70 Fleet St, London EC4Y 1EU
Virgin Money PLC	122 Leadenhall Street, London EC3V 4AB

### Auditors:

SBM Associates Limited - Chartered accountants & statutory auditor  
Freedman House, Christopher Wren Yard,  
117 High Street, Croydon, CR0 1QG

### Solicitors:

Simons Muirhead Burton LLP  
87-91 Newman Street, London, W1T 3EY

## Structure, Governance and Management

### Governing Document

The United Kingdom Islamic Mission, the Charity, was established in 1962 and registered with the Charity Commission in England & Wales under charity number 250275. It is also registered in Scotland under charity number SC042499.

In 2021, the Charity underwent significant structural changes, resulting in the adoption of a new constitution approved by the Charity Commission.

United Kingdom Islamic Mission was incorporated in 2008 in England & Wales with company registration number 06611497 and registered with the Charity Commission for England & Wales under charity number 1127246 in the same year. The company now serves as the sole corporate trustee of the Charity.

### Governing Bodies

The governing composition is outlined in the Charity's constitution. The Charity operates through its head office and branches located throughout the United Kingdom across four zones: Scotland, North, Midlands, and South.

---

## Introduction

---

UKIM is funded by members and associate members who contribute through monthly subscriptions. In addition, members of the public donate to support local activities organized by the Charity. Appeals are also made through a network of mosques and Islamic centers. The Charity is governed by a board of trustees who are responsible for regulation and decision-making. The board of trustees are elected every three years, and full members of the Charity are given the opportunity to vote.

The process for electing the National President is conducted directly by full members of the Charity. Following the election, the president, in consultation with the board of trustees, appoints other office bearers including the Senior Vice-President, Vice-President, Secretary General, Joint Secretary, and Treasurer.

The National President is responsible for the induction of any trustees, which involves awareness of a trustee's responsibilities, the Constitution, the history and philosophical approach of the Charity. A new Trustee receives a copy of the previous year's annual report and accounts and a copy of the Charity Commission leaflet "The Essential Trustee: What You Need to Know".

### **Governance Improvements 2024-25**

In 2025, we issued over 2,045 training certificates to staff and leaders across governance, safeguarding, and health and safety, reflecting our investment in building capable and accountable leadership at every level. We comply fully with Charity Commission requirements, including annual reporting and serious incident procedures. Our governance framework is regularly reviewed to ensure it remains fit for purpose and aligned with sector best practice.

A major achievement this year was deepening a culture of capacity building and continuous improvement. Branches were supported not only to meet essential standards but to embed robust, future-proof governance. Benchmarking—covering 11 core mosque standards—continued to evolve, with 20 branches completing the full framework. These foundations are now shaping strategic planning for multiple zones in 2026.

### **Committee Structure**

The Quality, Safety, and Performance Committee plays a vital role ensuring the delivery of high-quality services whilst maintaining a safe and compliant environment. The Audit Committee provides oversight of financial reporting, internal controls, and compliance with legal and regulatory requirements. The Finance, General Purpose and Distribution Committee manages the organization's financial resources and ensures their effective allocation.

### **Financial Control**

The Trustees ensure that the funds and assets of the charity are safeguarded through financial controls that are implemented. These controls were introduced by the finance committee and overlooked by the board of trustees who receive financial reports. The accounts are scrutinized by the members of the organization in their annual meeting. The organization works to review and develop its systems, making improvements in its accounting policies and financial controls to meet financial reporting standards.

---

## Introduction

---

The charity has explored the employee pay structure, with particular care being given to mosque-based Imams (scholars) who were awarded appropriate salaries based on prevailing employment laws and guidelines from HMRC. Currently, pay increases are related to performance and are revised periodically.

### Risk Management

The Charity's Central Executive Committee has carried out an appraisal of key risks through a risk register, paying close attention to those pertaining to the Trust's operations and finances. The Committee is confident that sufficient checks have been implemented and systems are in place to minimize the Charity's exposure to major threats and risks.

#### Key risks and mitigations include:

- **Safeguarding:** Comprehensive policies, mandatory DBS checks, extensive training programme (525+ staff trained in 2025), designated safeguarding leads at branch level
- **Governance and Compliance:** National governance framework with 11 embedded standards, mandatory leadership training, branch benchmarking programme
- **Security and Safety:** Eight national mosque security guidelines developed including Martyn's Law preparedness tools, risk assessment templates
- **Financial Sustainability:** Diversified income sources, financial reserves policy, regular financial monitoring, improved digital systems

### Objectives and Activities

The charity has direct contact with Muslim communities throughout the UK. It makes use of these contacts to listen to and understand the issues, concerns and problems of these communities. The charity endeavors to respond to the points raised by the communities through identifying projects and acquiring necessary resources to run these projects.

These activities of the charity are not confined to England only. In Scotland, the charity has two main branches in Glasgow (North and South Glasgow) and a small centre in Airdrie providing services. In Wales, the charity has a centre in Cardiff which caters for the needs of the local community as well as a centre in Haverford West.

### Voluntary Help

The Charity wishes to acknowledge the help of numerous volunteers in each and every town and city where it has a centre or a mosque for their ceaseless efforts in furthering the cause of the Charity such as raising funds, helping with the education of the children, organizing meetings, fundraising events, and with the day-to-day operations of the Charity at local levels. Without their help, the Charity would not have achieved the results it has so far achieved.

### Financial Review

The results of UKIM are shown in the attached financial statements. The net surplus for the year was £2,808,700 (2024: £6,000,584) as detailed in the Statement of Financial Activities.

At the end of the year total reserves were £52,109,122 (2024: £49,340,022). Free reserves, that is unrestricted reserves excluding tangible fixed assets were £12,159,373 (2024: £11,807,929).

The trustees are satisfied with the return on financial investment properties.

---

## Introduction

---

### Grant Making Policy

The Charity invites applications for funding of projects through its mosques and general publicity. The distribution committee receives applications which are vetted against the criteria and objectives of the governing document. References and credentials are checked before the committee decides to fund a particular project and the level of funding to be given.

### Reserves Policy

The trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately six months of the charity's unrestricted expenditure, net of fixed investment income. The trustees consider that this level will provide necessary funds to ensure that support and governance costs are covered in the event of a downturn in the receipt of donations.

### International Programmes

Globally, the Charity focused on priority areas aligned with the Sustainable Development Goals (SDGs). In response to the ongoing Gaza crisis, the Charity continued its Gaza Emergency Fund to support affected families and initiated humanitarian appeals for crisis-related projects worldwide.

During 2024-25, UKIM delivered 67 projects across multiple countries, addressing needs in water and sanitation, healthcare, seasonal food assistance, winter relief, emergency response, education, profile-based initiatives, general development, child sponsorships, and livelihood support. Through our International Programmes Department, UKIM supported over one million people across more than 14 countries.

### Emergency Response

UKIM responded to the following emergencies worldwide:

#### Gaza Emergency

Nearly 1.9 million people in Gaza, 85% of the population, remained in constant search for refuge with nowhere deemed safe. UKIM's response during 2024-25 included:

- **Food Aid:** Distributed food parcels to 2,640 IDP households (15,840 individuals) in Gaza Strip
- **Water Supply:** Three trucks sent daily to shelter centres, distributing water to 450 families daily. Over 2 million litres of clean water delivered to displaced communities reaching 27,000 people monthly through seven shelter locations
- **Safe Educational Space Initiative:** Created safe spaces within shelter centres for approximately 450 families (2,250 people), including 275 children engaged in educational activities
- **Mobility Aids:** Supported 1,630 people with mobility aids including 1,000 elbow crutches, 500 walkers, 100 Bathroom wheelchairs, 25 wheelchairs
- **Hot Meals:** 22,800 hot meals delivered in shelters across Middle Gaza and Khan Yunis
- **Psychosocial Support:** 2,200 traumatised children and 990 frontline workers received vital support, with 528 therapy sessions delivered

---

## Introduction

---

### **Sudan Crisis**

UKIM initiated a project to increase water supply to war-affected IDPs in North Kordofan State through drilling and installation of one borehole. More than 820 IDP households benefitted from this project.

### **Yemen Flood Response**

Following heavy rainfall on August 6, 2024, which caused severe flooding throughout Hodeida governorate affecting over 37,000 people, UKIM supported 330 families (1,650 individuals) through distribution of 100 food packs, 200 hygiene kits, and 30 shelter kits.

### **Pakistan Flood Response**

During monsoon season devastation across Baluchistan, Punjab, and Sindh, UKIM provided cooked meals to 800 individuals and distributed food rations to 250 families in Khuzdar District. Overall response included 18,000 cooked meals, 1,000 food packs, 650 blankets, and 20 medical camps across Punjab and Khyber Pakhtunkhwa.

### **Bangladesh**

- **Flood Response:** Provided cooked/hot meals and dry rations to 3,250 individuals affected by September 2024 flooding
- **Cyclone Remal Response:** Distributed food items to 450 families following the May 2024 cyclone
- **Shelter Construction:** Constructed 25 temporary shelters in Camp 13 for 125 Rohingya refugees, equipped with integrated solar power systems

### **Lebanon Emergency**

In response to the escalating humanitarian crisis, UKIM distributed food parcels to 250 families and shelter kits to 45 families.

### **Somalia Emergency**

UKIM reached 200 families with emergency relief during severe drought conditions.

### **Seasonal Food Programme**

UKIM runs various seasonal food programmes throughout the year, focusing on the most vulnerable populations worldwide. In 2024-25, UKIM supported vulnerable people in 12 countries across Asia,

#### **Ramadan Programme Highlights:**

- Over 54,000 people benefitted from UKIM Ramadan Project
- Approximately 655,000 meals supplied during Ramadan
- 3,419 food packs distributed to families
- 9,525 Iftar meals organised
- 3,250 Eid Gift Packs delivered

#### **Qurbani Programme 2024:**

UKIM successfully implemented the Qurbani 2024 programme supporting 282,489 people (38,927 families) across 17 countries. A total of 1,307 animals were slaughtered delivering 5,561 units of Qurbani and serving 634,760 meals across 14 countries to 232,166 people in 31,738 families.

---

## Introduction

---

### **Yemen Bread Project:**

A relief bakery was established providing fresh bread three times per week to 1,000 vulnerable families, enhancing food security for communities affected by famine and malnutrition.

### **Winter Relief Response**

UKIM's winter relief projects provided vulnerable families with essential support during the harshest months, delivering items such as warm clothing, blankets, mattresses, and heating fuel. Over the past year, UKIM implemented winter relief projects in Gaza and Lebanon, supplying essential winter items to 1,700 households.

### **Education**

In 2024-25, the UKIM Educate a Child project supported 300 disadvantaged children in Pakistan. UKIM also launched a project meeting the educational needs of 350 Rohingya refugee children in Cox's Bazar, Bangladesh. In Somalia, 973 students in five primary schools in Guriel District were supported with textbooks and school supplies.

### **Livelihood**

During 2024-25, UKIM initiated livelihood projects supporting 4,350 community members:

- **Fish Farming:** Established fish farm in Pakistan at UKIM-constructed mini dam for sustainable income generation
- **Integrated Livelihood Projects:** Construction of livestock sheds, farm land development, procurement of orchard plants, livestock, and honey bees benefitting 550 families in Attock District, Pakistan

### **Healthcare**

- **Mobile Health Clinics:** Delivered healthcare services benefitting over 45,000 local residents in Sindh, Pakistan
- **Thalassemia Patient Support:** Provided blood transfusion support to 26 patients for one year
- **Cataract Surgeries:** Eye screening for 2,000 patients and 265 cataract surgeries through free eye camps. Overall, 930 patients had their sight restored through eye surgical camps in Pakistan and Bangladesh

### **Water, Sanitation and Hygiene**

- Installed 441 hand pumps benefiting over 5,500 people daily in Bangladesh, Pakistan and Sri Lanka (200 hand pumps and 13 masjids with water access were constructed)
- Upgraded 18 water wells with solar systems and submersible motors supplying water to 9,000 people daily in Pakistan and Sierra Leone
- Built 3 water filtration plants delivering clean water to 3,000 people daily in Pakistan

### **Community Development Centres**

UKIM constructed or rehabilitated 26 masjids in Pakistan, Bangladesh and Sierra Leone during 2024-25, serving as community development centres for education, social welfare, and community development.

---

## Introduction

---

### Children Programme

Over 300 children attended the Hifz Programme with over 60 students completing their Hifz. The Orphan Sponsorship programme in Pakistan, Bangladesh, Sierra Leone, and for Syrian refugees improved the lives of over 350 children and families. 14 children with disabilities have been successfully rehabilitated through education and social inclusion. Overall, 1,583 children received sponsorship across seven countries, positively impacting 1,125 vulnerable children and orphaned families.

### UK Programmes

#### Branch Capacity Building and Improvement

In 2025, the Branch Capacity Building Department played a pivotal role in strengthening governance, safeguarding, security readiness, and organisational capability across UKIM mosques and branches. Through strategic guidance, hands-on support, and renewed emphasis on accountability, the department helped communities move closer to the 'Model Mosque' vision—where structures, systems and services reflect prophetic excellence whilst meeting modern compliance expectations.

#### Key Achievements:

- 20 branches completed comprehensive governance standards through benchmarking programme
- Over 500 supplementary staff and leaders trained nationally
- Eight national mosque security guidelines developed including Martyn's Law preparedness tools
- National security webinar engaged 50+ participants
- 2,045 training certificates issued across governance, safeguarding, and health and safety

### Education

2025 was a landmark year for the UKIM Education Department, defined by major progress in safeguarding, digital transformation, teacher development and national standardisation across more than thirty branches. The department delivered one of its strongest operational years, setting new benchmarks in quality, consistency and governance across all madrasah services.

#### Key Highlights:

- Full national safeguarding rollout through the iHasco training platform with highest compliance levels ever achieved
- Over 400 staff onboarded to national training platform
- Over 130 completed Level 3 safeguarding within first month, creating UKIM's first complete digital safeguarding record
- More than 270 teachers received training through practical, hands-on regional events
- Over 3,600 pupils sat national examinations across 29 branches
- Launch of UKIMBooks.com centralised online platform
- Development of teacher database and digitisation of manuals

---

## Introduction

---

### **National Competition and Awards**

The National Competition and Awards 2025 brought together pupils, teachers, families, and branches from across the UK at the European Islamic Centre in Oldham. More than fifteen branches participated, with young people competing in Tilawat, Adhan, Nasheed, English Speech, Art, and Mastermind competition. The introduction of digital scoring and structured judging achieved new levels of professionalism, and Islam Channel filmed the event for national broadcast.

### **Women's Activities**

In 2025, UKIM delivered a year of remarkable growth, empowerment, and community transformation for women's activities. Guided by its vision to Unite, Empower and Serve, the department strengthened sisterhood across the UK, elevated women's leadership, and expanded spiritually uplifting and socially impactful programmes across all zones.

#### **Key Activities:**

- 20+ major spiritual and educational programmes delivered nationally
- Hundreds of women empowered through Tarbiyah Days, Seerah learning, and Ramadan programmes
- Over £4,000 raised through Macmillan Coffee Mornings
- Community service including monthly food drives, hospital visits, and national litter-picking campaigns
- Health and wellbeing sessions on cancer awareness, menopause, emotional health, and domestic violence responses
- Leading roles in mosque open days, school outreach, and national conferences
- New Muslim Care strengthened through supportive hubs and emotional wellbeing initiatives

### **Dawah and Outreach**

In 2025, the Dawah & Outreach Office strengthened UKIM's national presence as a leading voice for

#### **Key Achievements:**

- 35 branches delivered Unity Iftaar programmes, including the first Unity Iftaar hosted in Norway
- Khizra Mosque welcomed over 400 guests to Unity Iftaar events during Ramadan
- Nearly 4,000 fruit baskets distributed by 27 branches
- National Mosque Open Day: 26 UKIM mosques opened doors with record attendance at York (300 visitors) and Southend (200 visitors)
- Over 400 participants attended 'Dawah is Easy' training sessions across all four zones
- 16,729 copies of Islamic literature distributed including 2,299 copies of the Noble Qur'an
- New Muslim Care relaunched offering structured learning and renewed support

### **iCare**

UKIM's vision for iCare is to become Britain's fourth emergency service, a compassionate, community-anchored force for good. In 2025, significant steps were taken towards that vision through national initiatives that brought volunteers, branches, and families together in service.

---

## Introduction

---

### Key Impact Figures:

- 55 teams registered for National Litter Pick campaign, with 30 teams actively participating
- 1,335 kg of Qurbani meat distributed through Food Hubs
- Over 100 young people participated in inaugural national iAspire mentoring session
- Over 100 participants at Fostering and Adoption Awareness Seminar

### Youth

Our 2025 Member Strategy Survey was unequivocal: 85% of respondents identified youth empowerment as a strategic priority. In 2025, we responded with action.

### Key Achievements:

- Freshers Fair stalls at 8 major universities: Aston, Bradford, Leeds, Queen Mary, Cardiff, West London, Manchester, and Cambridge
- Over 2,500 students engaged and 125 new youth volunteers registered
- Torchbearers Leadership Programme continued with residential weekends combining spiritual development, teamwork, and practical skills
- 150 youth participated in North Zone Football Tournament through 22 teams
- 36 young people attended Zonal Qiyam
- 50+ youth enrolled in Bolton's leadership programme with Citizens UK
- UKIM Snowdon Challenge and K2 Base Camp Trek raised £2,500
- First-ever youth debate at UKIM family camp on 'Is AI a Threat to Islamic Ethics and Human Dignity?'

### Events

The Events Department played a crucial capacity-building role, supporting departments including Dawah, Education, Relief, Youth, and multiple Zones and Branches. This included logistics planning, sourcing branded materials, providing professional media coverage, and preserving high-quality archives.

### Key Impact Figures:

- 8 major universities hosted UKIM Freshers' stalls for the first time
- 2,500+ students engaged
- 125 new university volunteers registered
- International representation at ICNA USA, EMC AGM in Spain, and Women's Leadership Revival Summit in Doha
- £2,500 raised through community-led physical challenges

### Media and Communications

The Media & Communications team enhanced UKIM's digital presence through active social media promotion, emergency appeal amplification, and event visibility.

---

## Introduction

---

### Key Impact Figures:

- 325 TV appeal profiles and social media posts
- 21,086 total YouTube views
- 172 YouTube videos uploaded including 56 Shorts
- 50+ donation appeal designs across 10 programmes
- 100+ campaign-specific designs across emergency, events, and fundraising work

### Planning for the Future

UKIM has launched its most comprehensive strategy in decades, developed through extensive member consultation including a survey with 403 respondents. The UKIM Strategy 2025-2030 is built around six key goals:

- **Goal 1 - Empower Youth and Diverse Leadership:** Making youth development the heart of UKIM's mission through initiatives like UKIM Junior and Torchbearers Leadership Programme
- **Goal 2 - Advance Outreach and Public Representation:** Promoting understanding of Islam through compelling work and enhanced public presence
- **Goal 3 - Develop Spiritually Committed and Active Individuals:** Nurturing God-conscious Muslims through education and clear pathways from madrasah to active membership
- **Goal 4 - Reinforce Organisational Unity, Governance, and Accountability:** Building trust through transparency, standardised governance, and digital transformation
- **Goal 5 - Invest in Social Impact in UK and Abroad:** Expanding UK community services whilst maintaining relief excellence
- **Goal 6 - Champion Justice, Civic Engagement and Representation:** Equipping members to be active, responsible citizens

### International Programmes Priorities for 2026

- Enhanced rapid response and emergency preparedness
- Expanded food security and nutrition programmes
- Scaling child sponsorship and educational initiatives
- Investing in sustainable infrastructure and renewable energy
- Strengthening WASH interventions
- Expanding healthcare and psychosocial wellbeing programmes
- Building local partner capacity
- Improving monitoring, evaluation, and learning systems

### Trustees' Responsibilities Statement

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

---

## Introduction

---

In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the applicable Charities SORP
- Make judgements and accounting 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

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust Deed. 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' annual report was approved on 30 January 2026 and signed on behalf of the board of trustees by:



---

**Mr Nafis Lodhi**

Secretary General

---

## Trustees' responsibilities statement

---

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the applicable Charities SORP.
- Make judgments and accounting 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.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust Deed. 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' annual report was approved on 30 January 2026 and signed on behalf of the board of trustees by:



Mr Nafis Lodhi  
General Secretary

---

**The Independent Auditor's Report to the Members of UK Islamic Mission**  
**Year ended 31 March 2025**

---

### **Opinion**

We have audited the financial statements of The UK Islamic Mission (the 'charity') for the year ended 31 March 2025 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity'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;

have been prepared in accordance with the requirements of the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

### **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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

---

**The Independent Auditor's Report to the Members of UK Islamic Mission**

---

**Year ended 31 March 2025**

**Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information.

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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 in relation to which the Charities Accounts (Scotland) Regulations 2006 (as amended), and the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; 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.

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

---

**The Independent Auditor's Report to the Members of UK Islamic Mission**  
**Year ended 31 March 2025**

---

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Acts 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Our approach was as follows:

To identify risks of material misstatement due to irregularities we assessed events or conditions that could lead to irregularities. Our risk assessment procedures included:

- Enquiring of Trustees and management and inspection of policy documentation as to the charity's high-level policies and procedures to prevent and detect irregularities, as well as whether they have knowledge of any actual, suspected, or alleged fraud or breaches of relevant laws and regulations.
- Reading Board minutes.
- Using analytical procedures to identify any usual or unexpected relationships.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience through discussion with the Trustees and management (as required by auditing standards). We communicated with the Trustees and management the policies and procedures in place regarding compliance with laws and regulations.

We identified the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011, The Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (the SORP), and relevant tax legislation.

In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty. We identified the following areas as those most likely to have

---

**The Independent Auditor's Report to the Members of UK Islamic Mission**  
**Year ended 31 March 2025**

---

such an effect: health and safety and employment law, recognising the nature of the charity's activities and its legal form. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and management and inspection of regulatory and legal correspondence, if any. Therefore, if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit cannot be relied upon to detect that breach.

We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above and assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

There is a presumed risk that revenue may be misstated due to the improper recognition of revenue. To address this risk, we obtained an understanding of the company's revenue recognition policies and compared these to the accounting standard, performed a walkthrough to confirm our understanding of the processes and controls through which the charity records, processes and reports revenue transactions. We tested a sample of revenue transactions to supporting evidence and tested, on a sample basis, revenue related balances in the balance sheet.

As required by auditing standards and considering possible pressures to meet internal key performance indicators and our knowledge of the control environment, we performed procedures to address the risk of management override of controls and the risk of fraudulent revenue recognition, in particular the risk that income is recorded in the incorrect accounting period and the risk that management may be able to make inappropriate accounting entries.

We assessed the risks of material misstatement in respect of fraud as follows:

- Our audit team discussed whether there were any areas that were susceptible to misstatement as part of our discussion on fraud;
- We challenged assumptions and judgements made by management in their significant accounting estimates and judgements.

Based on the results of our risk assessment we designed our audit procedures to identify and to address material misstatements in relation to fraud, including, designing appropriate audit procedures, including:

---

**The Independent Auditor's Report to the Members of UK Islamic Mission**  
**Year ended 31 March 2025**

---

- Incorporating an element of unpredictability in the selection of the nature, timing, and extent of our audit procedures;
- Identifying journal entries and other adjustments to test based on risk criteria and comparing the identified entries to supporting documentation;
- Inspecting the relevant income agreements and their accounting to confirm their recognition in line with the SORP for different revenue streams;
- Obtaining third party bank confirmations; and
- Assessing the design and effectiveness of controls in place over areas such as procurement and cash.

We considered the extent to which the audit was considered capable of detecting irregularities: 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 from error, as fraud may involve deliberate concealment by, for example, forger or intentional misrepresentation, or through collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

---

**The Independent Auditor's Report to the Members of UK Islamic Mission**  
**Year ended 31 March 2025**

---

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities is available on the FRC's website at:  
<https://www.frc.org.uk/library/standards-codes-policy/audit-assurance-and-ethics/auditors-responsibilities-for-the-audit/>.

This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the charity's members, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008 and regulations made under section 154 of that Act, and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

SBM Associates Limited  
Chartered accountants & statutory auditor

Freedman House  
Christopher Wren Yard  
117 High Street  
Croydon  
CR0 1QG

## The UK Islamic Mission-Financial Statements

### Statement of Financial Activities

	Notes	2025			2024
		Unrestricted Funds £	Restricted Funds £	Total Funds £	Total Funds £
<b>Income and endowments</b>					
Donations and Legacies	1	8,046,347	4,406,193	12,452,540	16,907,944
Other Trading Income	2	355,272	-	355,272	7,527
Investment Income	3	896,019	-	896,019	862,701
Other Income	4	902,256	-	902,256	287,657
<b>Total Income</b>		<b>10,199,894</b>	<b>4,406,193</b>	<b>14,606,087</b>	<b>18,065,829</b>
<b>Total Expenditure</b>	5	<b>7,492,137</b>	<b>4,398,376</b>	<b>11,890,513</b>	<b>12,214,245</b>
Net gains on investments	6	53,526	-	53,526	149,000
<b>Net Income</b>		<b>2,761,283</b>	<b>7,817</b>	<b>2,769,100</b>	<b>6,000,584</b>
Transfers between funds		-	-	-	-
<b>Net movement in funds</b>		<b>2,761,283</b>	<b>7,817</b>	<b>2,769,100</b>	<b>6,000,584</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		46,095,549	3,244,473	49,340,022	43,339,438
<b>Total funds carried forward</b>		<b>48,856,832</b>	<b>3,252,290</b>	<b>52,109,122</b>	<b>49,340,022</b>

## The UK Islamic Mission-Financial Statements

### Statements of Financial Position

		2025	2024
	Notes	£	£
Tangible assets	10	32,259,097	29,934,146
Investments	11	4,438,362	4,353,474
<b>Total</b>		<b><u>36,697,459</u></b>	<b><u>34,287,620</u></b>
<b>Current Assets</b>			
Debtors	12	1,619,547	1,510,979
Cash at Bank and in Hand	13	15,144,436	15,705,286
<b>Total</b>		<b><u>16,763,983</u></b>	<b><u>17,216,265</u></b>
Creditors: Due within one year	14	<u>(1,352,320)</u>	<u>(2,163,862)</u>
<b>Net Current Assets</b>		<b>15,411,663</b>	<b>15,052,403</b>
<b>Total Assets less current liabilities</b>		<b><u>52,109,122</u></b>	<b><u>49,340,022</u></b>
<b>Net Assets</b>	15	<b><u>52,109,122</u></b>	<b><u>49,340,022</u></b>
<b>Funds of the Charity</b>	18		
Unrestricted Funds		48,856,832	46,095,549
Restricted Funds		3,252,290	3,244,473
		<b><u>52,109,122</u></b>	<b><u>49,340,022</u></b>

These financial statements were approved by the board of trustees and authorised for issue on **30 January 2026**, and are signed on behalf of the board by:



Mr. Mahboob Ur Rasul Qamar  
Trustee - National Treasurer

## The UK Islamic Mission-Financial Statements

### Statement of Cash Flow

	2025		2024	
	£	£	£	£
<b>Cash Flows from Operating Activities:</b>				
Net Income	2,769,100		6,000,584	
Adjustments for:				
Depreciation of Tangible Fixed Assets	735,680		878,856	
Net Gains on Investments	(53,326)		(149,000)	
Investment Income	(896,019)		(862,701)	
(Increase)/Decrease in Stock	-		70,000	
(Increase)/Decrease in Debtors	(266,567)		(566,354)	
Increase/(Decrease) in Creditors	(653,541)		458,811	
<b>Net Cash from Operating Activities</b>		<b>1,635,327</b>		<b>5,830,196</b>
<b>Cash Flows from Investing Activities:</b>				
Investment Income	896,019		862,701	
Purchase of Tangible Fixed Assets	(3,519,710)		(2,089,963)	
Disposal of Tangible Fixed Assets	458,875		69,327	
Purchase of Investments	(31,362)		(704,474)	
<b>Net Cash from Investing Activities</b>		<b>(2,196,178)</b>		<b>(1,862,409)</b>
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>		<b>(560,851)</b>		<b>3,967,787</b>
Cash and Cash Equivalents at Beginning of Year		15,705,286		11,737,499
<b>Cash and Cash Equivalents at End of Year</b>		<b>15,144,435</b>		<b>15,705,286</b>

## Notes to the financial statements

### General information

The charity is a public benefit entity and a registered charity in England, Wales and Scotland and is unincorporated. The address of the principal office is Werneth House, 79 Manchester Road, Oldham, OL8 4LN

### Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011, Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

### Accounting policies

#### **Debtors**

Debtors are stated at their net realisable value after allowing for bad and doubtful debts.

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure. The financial statements are prepared in sterling, which is the functional currency of the entity rounded to the nearest whole pound.

#### **Cash and bank**

Cash in hand includes all cash balances held by the branches as at the year end to be deposited into the bank just after the year end or to be used to cash payments. Whilst bank balance includes all balances held in all the bank accounts by all the branches as at the year end.

#### **Going concern**

There are no material uncertainties about the charity's ability to continue as a going concern.

#### **Creditors**

All creditors are stated at their contractually agreed value in the financial statements.

## **Realised gains and losses**

All investments properties are valued by the trustees at the balance sheet date to their fair value. All realised gains and losses are accounted for in the financial year in the statement of financial activities.

## **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: Disclosures in respect of financial instruments have not been presented.

## **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Examples of these include the depreciation policy, the allocation of projects costs to the different funds.

## **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds. Non- distributable reserves are revaluation surpluses arising on the valuation of investment properties not sold.

## **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured.

The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, noncharitable trading activities, and the sale of donated goods.

- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

### **Intangible assets**

Intangible assets are initially recorded at cost and are subsequently stated at cost less any accumulated amortisation and impairment losses.

### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Development Costs - 20% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life

or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

### **Tangible assets**

All fixed assets are initially recorded at cost. The Company, UK Islamic Mission, acts as a titleholder to the properties on behalf of this charity, and that the company acknowledges without reservation that the properties are beneficially owned by UK Islamic Mission charity.

## **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold buildings - 2% straight line

Long leasehold - 1% straight line

Fixtures & Equipment - 15% reducing balance

Motor Vehicles - 25% straight line

## **Investments**

Fixed asset investments are initially recorded at cost and subsequently stated at cost less any accumulated impairment losses.

## **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

## **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

## **Investment property**

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued by the trustees using an online valuation tool to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

## The UK Islamic Mission-Financial Statements

Income			
	Unrestricted Funds £	Restricted Funds £	Total Funds £
2025			
<b>1. Donations and Legacies</b>			
International Programmes & Aid	-	2,813,206	2,813,206
UK Programmes & Aid	3,008	94,032	97,040
Sponsorship / Profile Based Programmes	-	758,272	758,272
General Donations	7,973,507	59,531	8,033,038
Ramadan & Qurbani Appeals	69,832	681,152	750,984
	<b>8,046,347</b>	<b>4,406,193</b>	<b>12,452,540</b>
<b>2. Other Trading Activities</b>			
Event	355,272	-	355,272
<b>3. Investment Income</b>			
Income from Investment Properties	259,626	-	259,626
Venue Hire Income	626,192	-	626,192
Bank Interest	10,201	-	10,201
<b>4. Other Income</b>			
Other Income	902,256	-	902,256
<b>Total Income</b>	<b>10,199,894</b>	<b>4,406,193</b>	<b>14,606,087</b>

## The UK Islamic Mission-Financial Statements

Income			
	Unrestricted Funds £	Restricted Funds £	Total Funds £
2024			
<b>Income</b>			
<b>Donations and Legacies</b>			
International Programmes & Aid	6,966	3,882,970	3,889,936
UK Programmes & Aid	-	295,800	295,800
Sponsorship / Profile Based Programmes	-	827,776	827,776
General Donations	11,391,646	12,907	11,404,553
Ramadan & Qurbani Appeals	-	489,879	489,879
	<b>11,398,612</b>	<b>5,509,332</b>	<b>16,907,944</b>
<b>Other Trading Activities</b>			
Event	7,527	-	7,527
<b>Investment Income</b>			
Income from Investment Properties	225,385	-	225,385
Venue Hire Income	633,675	-	633,675
Bank Interest	3,641	-	3,641
<b>Other Income</b>			
Other Income	287,657	-	287,657
<b>Total Income</b>	<b>12,556,497</b>	<b>5,509,332</b>	<b>18,065,829</b>

## The UK Islamic Mission-Financial Statements

Expenditure			
	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£
<b>2025</b>			
<b>5. Expenditure on Charitable Activities</b>			
Fundraising Cost	638,352	901,130	1,539,482
Charitable Spend	6,853,785	3,497,246	10,351,031
<b>Total Expenditures</b>	<b>7,492,137</b>	<b>4,398,376</b>	<b>11,890,513</b>
<b>2024</b>			
<b>Expenditure on Charitable Activities</b>			
Fundraising Cost	376,879	1,207,538	1,584,417
Charitable Spend	5,675,796	4,954,032	10,629,828
<b>Total Expenditures</b>	<b>6,052,676</b>	<b>6,161,570</b>	<b>12,214,245</b>

## The UK Islamic Mission-Financial Statements

### Gains on Investments, Depreciation & Staff Cost

	2025	2024
	£	£
<b>6. Net Gains on Investments</b>		
Gains/Losses on Investment Property	53,526	149,000

### 7. Net Income

Net Income is stated after charging/(crediting):

Depreciation of Fixed Assets	899,218	878,856
Audit Fee	39,600	35,728
Accountancy fee	5,000	-

### 8. Staff Cost

The total staff costs and employee benefits for the reporting period are analysed as follows:

Salaries, Tax, Social security	3,331,590	2,973,671
Pension	51,260	16,348
Other Employee Benefits	5,180	3,429
	<b>3,388,030</b>	<b>2,993,448</b>

*The average head count of employees during the year was 84 (2024: 89). The average number of full-time equivalent employees during the year is analysed as follows:*

	Number	Number
Number of Staff - Teachers	40	40
Number of Staff - Admin	24	29
Number of Staff - Imams	20	20
	<b>84</b>	<b>89</b>

1 employee received employee benefits of more than £60,000 during the year (2024: Nil).

### 9. Trustee Remuneration & Expenses

Travel and Accommodation Expenses	7,700	9,530
-----------------------------------	-------	-------

No remuneration or other benefits from employment with the charity or a related entity were paid by the charity. Expenses were reimbursed or paid to 7 (2024: 10) trustees during the year.

## The UK Islamic Mission-Financial Statements

### 10. Tangible Fixed Assets

	Freehold Property	Long-Term Leasehold	Fixture and Fittings	Motor Vehicles	Total
<b>Cost:</b>					
At 1 April 2024	37,617,819	65,000	3,361,727	4,800	41,049,345
Additions	3,310,353		209,357	-	3,519,710
Disposals	(458,875)	-		-	(458,875)
At 31 March 2025	<b>40,469,296</b>	<b>65,000</b>	<b>3,571,083</b>	<b>4,800</b>	<b>44,110,180</b>
<b>Depreciation:</b>					
At 1 April 2024	8,563,624	26,142	2,525,313	120	11,115,200
Depreciation charge for year	791,168	650	106,230	1,170	899,218
Eliminated on disposal	(163,335)	-		-	(163,335)
At 31 March 2025	<b>9,191,457</b>	<b>26,792</b>	<b>2,631,543</b>	<b>1,290</b>	<b>11,851,083</b>
<b>Net Book Value:</b>					
At 31 March 2025	<b>31,277,833</b>	<b>38,208</b>	<b>939,540</b>	<b>3,510</b>	<b>32,259,097</b>
At 31 March 2024	<b>29,054,194</b>	<b>38,858</b>	<b>836,413</b>	<b>4,680</b>	<b>29,934,145</b>

### 11. Investment Property

	2025	2024
Value brought forward	4,353,474	3,500,000
Additions	31,362	704,474
Fair value movement	53,526	149,000
Value carried forward	<b>4,438,362</b>	<b>4,353,474</b>

## The UK Islamic Mission-Financial Statements

### Debtors & Creditors

	2025	2024
	£	£
<b>12. Debtors</b>		
Trade Debtors	3,531	2,491
Inter Branch Debtors	-	6,071
Loans Given	26,000	134,000
Accrued Income	678,371	472,818
Gift Aid	1,069,645	895,600
<b>Total Debtors</b>	<b>1,777,547</b>	<b>1,510,979</b>

Debtors are stated at their net realisable value after allowing for bad and doubtful debts.

### 13. Cash at Bank and in Hand

Cash in hand includes all cash balances held by the branches as at the year end to be deposited into the bank just after the year end or to be used to cash payments. Whilst bank balance includes all balances held in all the bank accounts by all the branches as at the year end.

### 14. Creditors

Trade Creditors	442,484	783,497
Credit Card	-	-
Social Security	39,805	22,707
Loans (Short-term)	983,431	1,292,633
Accruals	44,600	65,025
<b>Total Creditors</b>	<b>1,510,320</b>	<b>2,163,862</b>

All creditors are stated at their contractually agreed value in the financial statements.

## The UK Islamic Mission-Financial Statements

### 15. Analysis of Net Assets

<u>2023-24</u>	Unrestricted	Restricted	<u>Total Funds</u>
Tangible Fixed Assets	29,934,146	-	29,934,146
Investments	4,353,474	-	4,353,474
Current Assets	13,971,791	3,244,473	17,216,264
Creditors Less Than 1 Year	(2,163,862)	-	(2,163,862)
<b>Net Assets</b>	<b><u>46,095,549</u></b>	<b><u>3,244,473</u></b>	<b><u>49,340,022</u></b>
<u>2024-25</u>	Unrestricted	Restricted	<u>Total Funds</u>
Tangible Fixed Assets	32,259,097	-	32,259,097
Investments	4,438,362	-	4,438,362
Current Assets	13,827,693	3,252,290	16,763,983
Creditors Less Than 1 Year	(1,668,320)	-	(1,352,320)
<b>Net Assets</b>	<b><u>48,856,832</u></b>	<b><u>3,252,290</u></b>	<b><u>52,109,122</u></b>

### 16. Analysis of Changes in net Debt

	<u>1st Apr 2024</u>	<u>Cash flow</u>	<u>31-Mar-25</u>
Cash and cash equivalents	<u>15,705,286</u>	<u>(560,851)</u>	<u>15,144,435</u>

### 17. Related Parties

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 102.

## The UK Islamic Mission-Financial Statements

### Analysis of Charitable Funds

	Funds Brought Forward	Income	Expenditure	Transfers	Gains & Losses	Funds Carried Forward
	£	£	£	£	£	£
<b>18. Funds 2024-25</b>						
General Funds (This Year)	46,095,549	10,199,894	(7,492,137)	-	53,526	48,856,832
All Restricted Funds (This Year)	3,244,473	4,406,193	(4,398,376)	-	-	3,252,290
<b>Total Funds</b>	<b>49,340,022</b>	<b>14,606,087</b>	<b>(11,890,513)</b>	<b>-</b>	<b>53,526</b>	<b>52,109,122</b>
<b>Funds 2023-24</b>						
General Funds (Previous Year)	35,243,614	12,556,497	(6,052,675)	4,199,113	149,000	46,095,549
All Restricted Funds (Previous Year)	8,095,824	5,509,332	(6,161,570)	(4,199,113)	-	3,244,473
<b>Total Funds</b>	<b>43,339,438</b>	<b>18,065,829</b>	<b>(12,214,245)</b>	<b>-</b>	<b>149,000</b>	<b>49,340,022</b>

**THE UNITED KINGDOM ISLAMIC MISSION**

England & Wales - Charity number 250275

---

# Accounts

---

# UK Islamic Mission

FINANCIAL STATEMENTS & TRUSTEE'S REPORT

31<sup>st</sup> March 2024

**Charity Number:**

**England:** 250275 **Scotland:** SC042499

---

## Contents

---

Introduction .....	4
Structure, Governance and Management: .....	5
Governing Document:.....	5
Governing Bodies:.....	5
Financial Control: .....	6
Risk Management: .....	6
Objectives and activities: .....	7
Voluntary Help .....	7
Financial Review.....	7
Grant Making Policy .....	7
Reserves Policy .....	7
International Programmes.....	8
Emergency Response:.....	8
Seasonal Food Programme: .....	9
Winter Relief Response:.....	10
Education .....	10
Livelihood:.....	10
Healthcare:.....	11
Water, Sanitation and Hygiene:.....	12
Community Development Centres: .....	12
Children Programme.....	12
UK Programmes .....	12
Headlines.....	12
Masjid Improvement and Benchmarking: .....	13
Future work:.....	13
Seminars and Workshops .....	13
Imam CPD Sessions: .....	13
Pre-Marriage Train the Trainer Course:.....	14
Visit My Mosque (MCB Initiative) .....	14
iHasco Platform Registration .....	14
Convention Contributions.....	14
Sisters Department .....	14
General Activities .....	14

FIKRR Activities Report.....	15
Research and Content Development.....	15
Imam CPD Training Days.....	15
UKIM Reading Group.....	15
Convention Contributions.....	15
Public Engagement Activities.....	15
Collaboration with European Islamic Centre Team.....	15
UKIM Education: Summary of Activities.....	15
UKIM Exams, Books and Website.....	15
Website Performance:.....	16
National Quran Competition.....	16
Microsoft 365 Accounts and SharePoint Integration.....	17
Account Creation.....	17
Staff Access.....	17
Resource Uploads.....	17
Training Focus.....	17
iHasco Platform Implementation.....	17
iHasco – User Management & Organisational Development.....	17
Education Future Plans, Including Income-Generating Initiatives:.....	18
Examination Centre Status and GCSE Subjects:.....	18
Improved educational outcomes for students:.....	18
Teacher Training & Development.....	18
Marketing and Fundraising.....	18
UKIM Social media presence.....	19
Planning for the future.....	19
Trustees' responsibilities statement.....	20
Audit Opinion.....	21-25
Financials.....	26-28
Accounting Policies.....	29-32
Financials continued.....	33-41

---

## Introduction

---

The Trustees present their report and the financial statement of the charity of the year ending 31<sup>st</sup> March 2024.

Reference and administrative details:

**Registered Charity Name:** The United Kingdom Islamic Mission

**Charity Registration Number:** 250275

**Charity Registration Number Scotland:** SC042499

**The Corporate Trustee: United Kingdom Islamic Mission, Charity registered number:** 1127246

**The Trustees:**

Dr Hammad Bin Zahid Lodhi  
Mr Mohammed Saeed  
Mr Sajjad Amin  
Mr Maqsood Anwar  
Dr Fiaz Hussain  
Mr Waqar Ahmed  
Mr Mohammad Malik  
Mr Ghufraan Mehmood  
Mr Ubaid-Ur-Rahman Ahmed  
Mr Amjad Mujahid Janjua  
Mr Muhammad Imran Abbasi  
Mr Mahfoozur Rahman Jawed  
Mr Asim Uddin  
Mr Abdul Haq Mian  
Mr Muhammad Hussain Asghar  
Mr Muhammad Iqbal  
Dr Sadia Ahmad  
Mr Mohammad Tayyab Raza Khan  
Mr Abdul Hamid  
Mr Muhammad Saeed  
Mr Tariq Ali  
Dr Muhammad Arif  
Mr Zia Ul Haq

**Bankers:**

Al Rayan Bank PLC	4 Stratford Place, London W1C 1AT
Barclays Bank PLC	Business Banking, Leicester, LE87 2BB
HSBC Bank PLC	8 Canada Square, London, E14 5HQ
Lloyds Bank PLC	25 Gresham St, London EC2V 7HN
NatWest	135 Bishopsgate, London EC2M 3UR
Royal Bank of Scotland PLC	36 St. Andrew Square, Edinburgh, Scotland, EH2 2YB
Santander	2 Triton Square, Regent's Place, London
Tide	66 City Road, The Featherstone Building, London EC1Y 2AL
Ulster Bank	70 Fleet St, London EC4Y 1EU
Virgin Money PLC	122 Leadenhall Street, London EC3V 4AB

**Auditors:**

SBM Associates Limited - Chartered accountants & statutory auditor  
24 Wandsworth Road, London, SW8 2JW

**Solicitors:**

Simons Muirhead Burton LLP  
87-91 Newman Street, London, W1T 3EY

---

## Structure, Governance and Management:

---

**Governing Document:**

The Charity was established in 1962 and registered with the Charity Commission in England under charity number 250275. It was also registered in Scotland under charity number SC0424999.

In 2021, the Charity underwent significant structural changes, resulting in the adoption of a new constitution, which was approved by the Charity Commission. As part of this new structure, the Charity transitioned into a limited liability company with a company registration number of 06611497 and a charity number of 1127246. The company now serves as the sole corporate trustee of the original UKIM Trust.

**Governing Bodies:**

The governing composition is outlined in the Charity's constitution. The Charity operates through its head office in Oldham and branches located throughout the United Kingdom.

UKIM is funded by members and associate members who contribute through monthly subscriptions. In addition, members of the public donate to support local activities organised by the Charity. Appeals are also made through a network of mosques and Islamic centres. These appeals are arranged and approved by the central finance committee, these appeals support a variety of charitable activities, which will be addressed later in this report.

The Charity is governed by a board of trustees, who are responsible for regulation and decision-making for the organisation. The board of trustees are elected every three years, and full members of the Charity are given the opportunity to vote for the board. UKIM is further divided into four vicinities, each of which has an elected president. These presidents represent the community and the zonal branches within their vicinity.

The process for electing the National President is conducted directly by full members of the Charity. Following the election, the president, in consultation with the board of trustees, appoints other office bearers, such as the Senior Vice-President, Vice-President, Secretary General, Joint Secretary, and Treasurer.

Ensuring that members of the board of trustees fully understand their roles and associated responsibilities is a key priority. It has been planned that this process will be repeated every three years following the national elections.

Furthermore, as part of its commitment to improving governance and safeguarding at UKIM, particularly considering the increased expectations placed on the charity sector, UKIM trustees have embarked on a comprehensive process of reviewing and identifying areas for improvement within UKIM's governance and departmental structure.

Within UKIM, the Quality, Safety, and Performance Committee plays a vital role, ensuring the delivery of high-quality services or products while maintaining a safe and compliant environment. Its responsibilities are to monitor and improve quality standards, ensuring adherence to health, safety, and environmental regulations, and reviewing performance to align with organisational aims. The committee identifies risks related to quality and safety and overlook the implementation of mitigation strategies.

The Audit Committee concentrates on providing oversight of financial reporting, internal controls, and compliance with legal and regulatory requirements. Its responsible for reviewing the accuracy and integrity of financial statements and ensuring that robust internal control systems are in place within UKIM. The committee plays a vital role in risk management, ensuring processes align with the organisation's objectives while adherence to ethical and regulatory standards.

The Finance, General Purpose and Distribution Committee is responsible for managing the organisation's financial resources and ensuring their effective allocation of funds to projects. Its remit includes managing budgeting, financial planning, and forecasting, as well as monitoring financial of the organisation. The committee also manages funding, and distribution strategies, providing advice on the financial implications of strategies. Ensuring that UKIM maintains financial stability and operates in line with its strategic objectives and regulatory obligations.

#### **Financial Control:**

The Trustees ensure that the funds and asset of the charity are safeguarded through the financial controls that are implemented. These controls were introduced by the finance committee, overlooked by the board of trustees who receive financial reports. The accounts are scrutinised by the members of the organisation in their annual meeting. The organisation works to review and develop its systems, making improvements in its accounting policies and financial controls to meet financial reporting standards.

The charity has explored the employee pay structure, with particular care being given to mosque-based Imams (scholars) who were awarded appropriate salaries based on prevailing employment laws and guidelines from HMRC. Currently, the pay increases will be related to performance and are revised periodically.

#### **Risk Management:**

The Charity Central Executive Committee has carried out an appraisal on the key risks that could potentially arise through a risk register, paying close attention to those pertaining to the Trust's

operations and finances. The Committee is confident that sufficient checks have been implemented, systems are in place to minimize the Charity's exposure to major threats and risks. In addition, the Central Administrative Committee reviewed all the organisation's systems to identify areas for improvement and ensure that they are regularly updated.

### **Objectives and activities:**

The charity has direct contact with Muslim communities throughout the UK. It makes use of these contacts to listen to and understand the issues, concerns and problems of these communities. The charity endeavours to respond to the points raised by the communities through identifying projects, acquiring necessary resources to run these projects.

These activities of the charity are not confined to England only. In Scotland the charity has two main branches in Glasgow (North and South Glasgow) and a small centre in Airdrie providing the services highlighted above. In Wales, the charity has a centre in Cardiff which caters for the needs of the local community as well as a centre in Haverford West.

### **Voluntary Help**

The Charity wishes to acknowledge the help of numerous volunteers in each and every town and city where it has a centre or a Mosque for their ceaseless efforts in furthering the cause of the Charity such as raising funds, helping with the education of the children, with organising meetings, fundraising events, and with the day-to-day operations of the Charity at the local levels. Without their help the Charity would not have achieved the results it has so far achieved.

### **Financial Review**

The results of UKIM are shown in the attached financial statements. The net surplus for the year was £6,000,584 (2023: £4,718,789) as detailed in the Statement of Financial Activities.

At the end of the year total reserves were £49,340,022 (2023: £43,339,438). Free reserves, that is reserves excluding tangible fixed assets were £19,405,876 (2023: £14,547,073)

### **Grant Making Policy**

The Charity invites applications for funding of projects through its mosques and general publicity. The distribution committee receives the applications. The applications are then vetted against the criteria and objectives of the governing document, references and credentials are checked before the committee decides to fund a particular project and the level of funding to be given. The administration committee may call individuals for interviews before approving any applications.

### **Reserves policy**

The trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately six months of charity's unrestricted expenditure, net of fixed investment income. The trustees consider that, in the event of a downturn in the receipt of donations, this level will provide necessary funds to ensure that support and governance costs are covered. The trustees consider that this level is sufficient, given the continuing returns from the investments and as the giving of donations' tradition is strong in the community of such a faith-based organisation.

---

## International Programmes

---

Globally, the charity prioritises key areas aligned with the Sustainable Development Goals (SDGs). Amid the recent Gaza crisis, which affected the UK and other nations, the Charity initiated a Gaza Emergency Fund to support various projects.

UKIM implemented 79 projects across various countries, covering areas such as water and sanitation, healthcare, seasonal food programs, winter relief, emergency response, education, profile-based initiatives, general development, and livelihood projects. Below is an overview of the key projects carried out in these categories:

### Emergency Response:

UKIM responded to the following emergencies worldwide.

- **Gaza Emergency:** Over 38,000 individuals have lost their lives, and many others remain missing beneath the rubble. Approximately 70% of the casualties consist of women, children, and elderly individuals. In Gaza, nearly 1.9 million people, constituting 85% of the population, are desperately seeking refuge with nowhere deemed safe. UKIM response during 2023-24 as follows:
- **Family Survival Packs:** Distribution of 6,500 family survival packs which included food, hygiene kits and water.
- **Winter Relief Support:** Distribution of blankets to 1,000 families to protect vulnerable people from the severe winter conditions.
- **Clean Drinking Water:** Access to uncontaminated water is a fundamental need, donations have ensured that over 2,500 people receive clean water daily through UKIM funded Water Desalination Plants.
- **Life-saving Medical Supplies:** We distributed more than 55,000 medical items.
- **Ambulance Services:** Ambulances were at the forefront, offering immediate aid and transportation to those injured. This service has benefited over 20,000 patients. Our member's support is directly saving lives, and we are in the process of delivering two additional well-equipped ambulances to reach to Gaza hospitals through our partners.



**Pakistan Floods:** (April – July 2023, caused by monsoon rains). UKIM responded and provided relief support to over 15,000 people affected by floods.

**Turkey-Syria Earthquake:** On February 6, 2023, an earthquake of 7.8 magnitude occurred. In response, UKIM constructed 65 new homes allocated to vulnerable families. In addition, UKIM helped rehabilitate 42 houses, to support those impacted by the earthquake.

**Morocco Earthquake:** On September 8, 2023, at 11 pm local time, a 6.8 magnitude earthquake occurred, resulting in the loss of 3,000 lives and affecting 6.6 million people. UKIM extended emergency assistance by distributing winter relief and hygiene kits and installed prefab houses.



**Lebanon Crisis:** In collaboration with The Awareness & Consolation Association (ACA), the International Programmes Department (IPD) executed a project aimed at supporting 500 Syrian and Palestinian refugee families residing in Lebanese territory, particularly in Iklm al Kharoub – Mount Lebanon and Aarsal – Bekaa regions. These families have been adversely impacted by the war in Lebanon, and the project involved the distribution of essential items such as food, hygiene kits, blankets, and mattresses.

#### Seasonal Food Programme:

UKIM runs various seasonal food programs throughout the year, focusing on the most vulnerable populations worldwide and fostering happiness and unity within many communities. This year (2023-24), UKIM supported the most vulnerable people in **18 countries**

- **Over 100,000 number of people benefitted** from UKIM Ramadan Food Project (Feed the Fasting)
- Approximately **2 million meals** were supplied during Ramadan.
- **10,148 food packs** were distributed to families.
- Organized **12,491 Iftar Meals**.
- Delivered **3,050 Eid Gift Packs**

In 2023-24, UKIM successfully implemented the Qurbani 2023 program, facilitating the distribution of 582 sheep and goats and 776 bulls and cows. This initiative reflects our commitment to supporting our prioritized demographics, including impoverished, elderly, disabled, and widowed individuals, among

others. Our Qurbani efforts reached three key regions: The Middle East, Asia, and Africa, our operations covered Lebanon, Palestine, India, Pakistan, Sri Lanka, Bangladesh, Kashmir (administered by India and Pakistan), Sierra Leone, Ethiopia, and Djibouti. As a result of our efforts, a total of 237,800 beneficiaries were positively impacted through the Qurbani project.



### Winter Relief Response:

Over the past year, UKIM has implemented winter relief projects across different countries: Bangladesh, Palestine, Pakistan, Lebanon, and Morocco. These efforts have successfully reached more than 25,640 individuals, providing essential winter supplies like cooking and heating fuel, warm clothing, and blankets to help them endure the harsh winter conditions.



### Education

UKIM projects aim to address specific educational needs and challenges, often targeting marginalised or disadvantaged communities. Our aim is to improve access to quality education, enhance learning outcomes, or support the overall development of educational systems and resources.

### Livelihood:

UKIM Livelihood programs aim to enhance people's capacity to generate income, improve their standard of living and become self-reliant, especially in vulnerable or disadvantaged populations. During 2023-24, UKIM initiated the following livelihood projects:

**Beekeeping:** UKIM launched a project in Kashmir, Pakistan, aimed at supporting 200 beneficiaries by offering technical training in honeybee farming. The project equipped participants with the necessary tools, techniques, and ongoing technical support to help them establish their own beekeeping businesses.

**Kitchen Gardening:** The aim of this project was to enable communities to strengthen and sustain their livelihoods with better income through kitchen gardening. This initiative benefitted 100 families in flood affected areas of Bahawalpur Pakistan.

**Distribution of Sewing Machines:** The aim of the project was to provide vocational skills and enterprise development training to women through distribution of sewing machines and kits to 160 women in Pakistan. Each woman received 30 days training (3 hours a day) that was organized into two batches (30 women each batch) an introduction on sewing machine, basic sewing techniques, pattern reading, tools used for cutting, basic principles of cutting and safety measures.

#### **Healthcare:**

Healthcare is essential because it directly impacts individual and community well-being by ensuring that people can maintain good health and access timely medical care when needed. During 2023-24, UKIM took following healthcare initiatives:

**Mobile Health Clinics:** In 2023-24, UKIM delivered healthcare services through free medical camps via a mobile health unit, operating regularly and in flood-affected areas. This initiative benefitted over 51,000 residents in Sindh, Pakistan.

**Distribution of Wheelchairs:** UKIM distributed 60 wheelchairs to the most deserving individuals in the flood-affected areas of District Dadu, Sindh, Pakistan.



**Cataract Surgeries:** The project targets eye care needs in Punjab and Khyber Pakhtunkhwa (KPK), Pakistan aiming to screen 5,000 people and conduct 500 cataract surgeries. Through eye camps, individuals received screenings, consultations, glasses, and medications. Cataract patients accessed surgical services via mobile or static operating theatres. This initiative also supported national Sustainable Development Goals.

### Water, Sanitation and Hygiene:

1. Access to safe and clean water is a basic human right and is vital for drinking, cooking, hygiene, agriculture, and overall health. UKIM water-related projects often focus on clean water supply, water conservation and infrastructure development. In Year 2023-23, UKIM:
2. Installed 440 hand pumps to enhance access to clean drinking water, benefiting over 5,000 people each day in Bangladesh, Pakistan and Sri Lanka.
3. Upgraded 26 water wells by installing solar systems and submersible motors, supplying clean drinking water to more than 13,000 people daily in Pakistan and Sierra Leone.
4. Built 3 water filtration plants to deliver clean drinking water to 3,000 people each day in Pakistan.
5. Solar Water Well Project initiated in December 2023, aimed to enhance access to clean water for communities facing drought and water shortages. Four solar water wells were installed, benefiting approximately 200 families.

### Community Development Centres:

A Masjid (Mosque) can play a significant role as a Community Development Centre, extending its traditional religious functions to serve as a hub for holistic community growth and empowerment. Historically, mosques have not only been places of worship but also centres for education, social welfare, and community development, providing vital services to the local population. UKIM constructed or rehabilitated 26 masjids in Pakistan, Bangladesh and Sierra Leone during 2023-24.

### Children Programme

Over the last financial year, UKIM has carried out noticeably impactful work within its child focused programmes that have reached far and wide around the globe covering countries such as Pakistan, Bangladesh and many more. The programmes implemented have covered some much-required areas such as Hifz Quran, Orphan Sponsorship, children with disabilities, adopt a Family and Educate a child. Some appreciable examples of the specific work and impact include (but not limited to): Over 300 children attended the Hifz Programme with over 50 students completing their Hifz in the last year.

Orphan Sponsorship programme in Pakistan, Bangladesh, Sierre Leone and Syrian refugees successfully improved the lives of over 320 children and their families through food security, physical and mental health care, educational follow-ups, Eid gifts, clothes and the proper nutritional intake. 14 children with disabilities to date have been successfully rehabilitated through education, social inclusion, and social cohesion, with many of them being mainstreamed, partially or fully included in regular classes. Our support has positively impacted vulnerable children and orphaned families of 700 and other indirect beneficiaries with the help of their donors, it is evident that UKIM has managed to bring about a positive impact to children across the world.

The future plans aim to continue providing aid those who are in need worldwide.

---

## UK Programmes

---

### Headlines.

- 18 UKIM masjids benchmarked. Need Benchmarking to be standard item on Zonal agenda for systemised coordinated implementation and adoption of standards
- A number of masjids supported with applications for funding and business development
- Dawah and Sisters Teams well supported through UK Programmes
- Imam CPD developed and supported

- Foundation of Islamic Knowledge Research & Revival (FIKRR) Support and Development – Dr Sadek and colleagues have delivered their KPI's and have brought significant expertise to UKIM in the research and academic field. This is important for the long term to maintain and develop.
- Interactive Health and Safety Company (IHASCO) approved and significant implementation across departments has begun. Need oversight and as a standard-items on shura, zonal and team meetings. Monitoring the role out and impact of the training is critical in enabling UKIM to move forward.
- Education Department has made significant improvement and performance of websites, Increases in Madrasah participation, competitions, income retention, tracking of payments, development of structures and sharepoint for headteachers.

### **Masjid Improvement and Benchmarking:**

UKIM has created a dedicated WhatsApp group for Masjid Presidents, which has greatly enhanced communication. Visits were conducted to York, Bradford, Rochdale, Glasgow, Sheffield, and Milton Keynes masjids. While most benchmarking forms have been submitted, Bradford and Glasgow are still pending. Notable support was provided to Sheffield Masjid in liaising with Sheffield Council, including recommendations to commission an architect and avoid changes to the sports court and trees.

The organisation addressed reporting issues in the South and Midland Zones by engaging with zonal presidents and suggesting benchmarking as a standing agenda item at meetings, with support from the UK Programme Lead. Videos were created to simplify the benchmarking process, and internal tracking systems, including spreadsheets and leadership lists, were updated. Collaboration with marketing led to the design of posters and a pop-up banner for the National Convention. UKIM has worked to strengthen governance and safeguard processes. Trustees received assistance in responding to Charity Commission queries, showcasing training and foresight to address potential complaints. Efforts are underway to develop a Disability Strategy and SEN madrasah at Rochdale Blue (Neeli Masjid), along with a social enterprise project.

UKIM continues to advocate for improved benchmarking and has provided targeted advice to Midland Zone leadership on property procurement. Furthermore, interviews were conducted for a key position, with the appointment pending.

### **Future work:**

Key priorities include continuing benchmarking across all masjids, rolling out IHASCO to all teams including trustees and advancing the Disability Strategy and SEN madrasah project at Rochdale Blue (Neeli Masjid).

### **Seminars and Workshops**

Introduction to Islamic Medicine: Managed registrations, invites, reminders and hosted a delivered by Aiman Attar of Nurusunna, ensuring smooth delivery and participant engagement. Over 20 sisters attended with excellent feedback received and a request for more workshops.

### **Imam CPD Sessions:**

Organised and managed two sessions:

Mental Health, Wellbeing, and Islam sessions aimed to enhance understanding of mental health from an Islamic perspective. Created and managed the registration forms, worked with Marketing to create the poster, sent reminders and handled the online invitation process.

Free Speech and Censorship sessions included the creation and management of registration forms, working closely with marketing to design posters, sending reminders for the session, and handling the online invitation process.

#### **Pre-Marriage Train the Trainer Course:**

Negotiated final content for this course with the speaker, Afshan Khan of Sukoon Healing. The content underwent several revisions to ensure quality. Managed all logistics related to the session, including coordinating book links and issuing joining instructions.

#### **Visit My Mosque (MCB Initiative)**

Developed a registration form for all UKIM Masjids participating in the national 'Visit My Mosque' Open Day initiative led by the Muslim Council of Britain (MCB). Distributed resource packs to mosque presidents, which included templates and guidance to ensure the successful hosting of open day events.

#### **iHasco Platform Registration**

Created registration forms to capture details of key staff and members from various departments for enrolment into the iHasco platform for online training. Departments included:

- Sisters Department
- Dawah & Outreach Department
- Presidents of Mosques
- Caretakers
- Youth Department
- Imams

#### **Convention Contributions**

Authored two articles for the UKIM Convention Magazine, providing updates for the Dawah & Outreach and Sisters Departments. Managed the registration process and sent joining instructions for meetings between the Head of UKIM Programmes and mosque presidents during the convention. Collaborated with marketing on the creation of eight posters showcasing key benchmarking insights.

#### **Sisters Department**

Collaborated with marketing team to design a series of posters for New Muslim Care courses. Managed queries and communications related to the Sisters' Retreat, ensuring smooth coordination. Finalised course content for the pre-marriage 'Train the Trainer' session. Oversaw the ordering and sale of merchandise associated with Sisters' Department activities. Worked with the marketing and communications team to finalise a video showcasing an overview of the Sisters' Department.

#### **General Activities**

Regularly contributed articles to the organisational newsletter, providing updates on various activities across departments.

Conducted research on local regulations and prepared documents for planning permission related to the Sheffield Wybourn Centre.

## **FIKRR Activities Report**

### **Research and Content Development**

The FIKRR team has been actively engaged in research and content creation. Dr Alamgir and Dr Brodard have written articles for the journal and website blog. A comprehensive content strategy for the website has been developed, along with a calendar for publication outputs. The website itself has been designed, and the journal features contributions from both staff and external academics and activists.

### **Imam CPD Training Days**

Several professional development training days have been organised for Imams across three zones, with topics such as Divorce and Custody, Social Enterprise Development & Masjid, and Mental Health, Wellbeing & Islam. A session focusing on the challenges faced by Imams in Europe was also conducted. A total of 84 participants attended the training sessions.

### **UKIM Reading Group**

The UKIM Reading Group continues to host monthly sessions, with around 100 people registered. However, turnout for these sessions has been relatively low.

### **Convention Contributions**

The team played a significant role in the UKIM Convention. They helped secure speakers, designed and delivered workshops, prepared lecture titles, and contributed to the writing and editing of the convention brochure. Additionally, they moderated a panel discussion during the event.

### **Public Engagement Activities**

Dr Sadek has been instrumental in organising public engagement initiatives. He co-organised and moderated a panel discussion at Khizra Masjid, which attracted around 100 attendees. He has organised events, including lectures featuring Sayeeda Warsi, which was attended by around 200 people and an event with Prof Tariq Modood.

He has also received invitations to significant events, including an international conference organised by the British Board of Imams and Scholars, a discussion on global manifestations of Islamophobia by IHRC in December, and an MCB consultation meeting on countering Islamophobia in November.

### **Collaboration with European Islamic Centre Team**

The team is actively working on planning and delivering joint courses in partnership with the EIC team to enhance educational outreach and training.

## **UKIM Education: Summary of Activities**

### **UKIM Exams, Books and Website**

The transition of all book and exam fee orders to the UKIM Books website has streamlined the ordering process, making it more efficient for users. Additionally, Stripe payment integration has been successfully implemented, allowing for seamless payment processing. This ensures that all payments are made in advance before dispatch, eliminating the need to follow up on payments or request proof, and improving the overall order confirmation process.

The integration of PayPal is currently in progress. The previously unused PayPal account, which was once used by Dawah, will be unlocked by the IT team. Once accessible, PayPal will be integrated into the website to provide an additional payment option for users.

The automatic email confirmations generated by Stripe have significantly improved the management of book orders and exam fees. These confirmations enable immediate dispatch of books upon payment, enhancing efficiency and preventing delays in the order process.

#### **Website Performance:**

During this period, 22 products were made available, and a total of 3,853 items were sold, generating net sales of £20,641 across 60 orders.

In terms of exams and participation, the Madrasah network now operates 34 branches. The number of branches participating in exams saw significant growth, rising from 14 in 2023 to 28 in 2024, thanks to improved communication and pre-planning. The number of pupil entries also increased from 1,500 to 3,500, with approximately £20,000 in exam fees collected, resulting in a net gain of £8,000 after expenses.

To streamline the exam process, online marksheets were introduced, allowing exam results to be marked and delivered to markers efficiently. All exams were marked, and results were provided via online marksheets by the end of August. Additionally, exam invoices were sent to branches that could not pay by card, with follow-up actions taken to ensure timely payment collection. As a result, fees were successfully collected from 26 out of the 28 participating branches.

#### **National Quran Competition**

The 2023 National Quran Competition was a resounding success. It was recorded, edited, and broadcast on the Islam Channel on 29th May 2024, reaching a broad audience. Additionally, the competition was made accessible via YouTube.

Preparations for the 2024 National Quran Competition were equally meticulous. Independent judges, including professional male and female Qaris, were selected to ensure impartiality and expertise. Despite the competition coinciding with exam dates, it was organised successfully. Feedback highlighted the need for additional preparation time for branches to enhance their readiness in future events.

Fifteen branches participated in the competition, representing a wide geographical spread:

1. Aisha Mosque and Islamic Centre (Walsall - WS1 4HJ)
2. Alhira Mosque (Bradford - BD5 9NE)
3. European Islamic Centre (Oldham - OL8 4LN)
4. Hull Mosque & Islamic Centre (Hull - HU3 1PR)
5. Ibrahim Mosque (Burnley - BB10 1AX)
6. Ibrahim Mosque (London - E13 9EU)
7. Khizra Mosque (Manchester North - M8 0PF)
8. Madina Masjid (Nelson - BB9 7NB)
9. Madina Mosque (Keighley - BD21 2QQ)
10. Madina Mosque (Wolverhampton - WV1 4BB)
11. Neeli Mosque (Rochdale - OL11 1JL)
12. Noor E Islam (Oldham - OL9 7AP)
13. Paigham Islam Mosque (Birmingham South - B11 4LB)

14. Southend Mosque (Southend-on-Sea - SS0 9DH)

15. York Mosque (York - YO10 3EN)

The winners' presentation was greatly improved this year. A Python script integrated with an online Excel sheet was used to compile winners' data into PowerPoint within minutes, significantly reducing wait times during the awards ceremony—a notable improvement compared to previous years.

## Microsoft 365 Accounts and SharePoint Integration

### Account Creation

We have established Microsoft 365 accounts for all headteachers to improve integration and access to shared resources through SharePoint.

### Staff Access

- Over 350 teaching and staff members have been added as guests to the SharePoint platform, which replaces the outdated Moodle system.
- Microsoft Teams access has been provided to all staff, enhancing communication and collaboration. Headteachers have been designated as “Owners” of their respective groups, granting them the ability to manage team memberships autonomously.

### Resource Uploads

- All Weekend Learning books, and teacher manuals have been scanned and uploaded to SharePoint to aid in professional and efficient lesson delivery.
- Permission was obtained from Weekend Learning to host these resources on the platform.

### Training Focus

Training focused on:

- Introduction to the iHasco platform, SharePoint usage, and Microsoft Teams.
- Guidance on accessing courses related to safeguarding, health and safety, fire safety, and Prevent Duty, alongside SharePoint and Teams tutorials for accessing teaching and training documents.

### iHasco Platform Implementation

The introduction of the iHasco platform marks a significant step in professional development and compliance. Approved by the Trustees, the platform supports:

Headteachers, teachers, Sister Section Leadership Team, Mosque Treasurers, Presidents, and other UKIM personnel.

- Pending uploads for youth leaders, Dawah coordinators, Tarbiyah team members, caretakers, Central Shura, and Zonal Presidents.

### iHasco – User Management & Organisational Development

The iHasco platform offers numerous features beneficial for user management and organisational development. The “Signed Document” feature doubles as a contract signing tool, while “Self-Serve” facilitates tracking progress on courses and services, such as benchmarking. Additional features like “Single Sign-On” and “Logo Branding” allow seamless login using UKIM email credentials, creating a branded, personalised experience.

The “Segments” feature enables the creation of specific groups, such as headteachers, presidents, North Zone representatives, or volunteers, with dedicated administrators assigned to each group. This

functionality also allows for emailing and messaging these groups without additional costs. By leveraging these features strategically, iHasco can enhance not only UKIM's training capabilities but also its overall organisational management and development.

#### **Education Future Plans, Including Income-Generating Initiatives:**

iSyllabus Introduction: To retain secondary pupils, UKIM is proposing the integration of iSyllabus GCSE Islamic Studies into the curriculum. Identified madrasahs stand to benefit from this curriculum enhancement, and branches have been engaged to share resources, such as iSyllabus Book 2, for better understanding and preparation.

#### **Examination Centre Status and GCSE Subjects:**

Efforts are underway to transform the European Islamic Centre into an approved GCSE examination centre, offering key subjects like English, Maths, Science, and potentially Arabic. This initiative would serve UKIM's 5,000 pupils nationwide, yielding multiple benefits:

#### **Improved educational outcomes for students:**

Additional income for UKIM. Support for Islamic and secular education integration. Enhanced organisational reputation and growth opportunities. Financial projections are promising. With 500 students taking five subjects each, estimated revenue could reach £250,000. After covering exam board fees, a net profit of £125,000 is anticipated, representing a 50% profit margin. This initiative not only offers students a supportive environment for academic success but also creates a sustainable income stream for UKIM.

#### **Teacher Training & Development.**

UKIM proposes offering Level 3, 4, and 5 Education & Training Certificates in partnership with Focus Awards, an organisation known for affordable, high-quality accreditation. The key aspects of this initiative include:

Course Fees: £750 per participant, with Level 5 costing approximately £350.

Benefits:

- Cost-effective professional development for teachers.
- Improved teaching quality and better student outcomes.
- Income generation for UKIM.
- Financial Projections
- Revenue per teacher: £750
- Direct costs per teacher: £350
- Net revenue per teacher: £400
- Potential total net revenue (300 teachers): £120,000

This initiative provides a dual benefit of enhancing teacher competence and generating additional revenue for UKIM.

---

## **Marketing and Fundraising**

---

UKIM has successfully carried out six live appeals across three television channels, significantly raising awareness of our causes and driving donations. These live broadcasts enabled us to reach a wider audience and engage more effectively with potential supporters. Additionally, 15 advertisement

campaigns were executed across three mainstream community TV channels, promoting UKIM's initiatives and further expanding our reach.

## UKIM Social media presence

To enhance our digital presence, we utilised various platforms, including the UKIM website, Google marketing, email campaigns, SMS giving, and crowdfunding platforms. These digital efforts strengthened engagement, encouraged donations, and maintained a strong connection with our donor base.

Furthermore, we provided UKIM branches with print materials and detailed project briefs, enabling them to better communicate and advocate for UKIM Relief initiatives. These branches played a key role in fundraising and outreach, helping to spread awareness and rally support for our causes.

Print media was also strategically used to engage supporters, particularly through post-appeal communications and remarketing efforts, which helped foster ongoing relationships with donors. In terms of donation processing, over 1,000 online donations were processed, highlighting the efficiency of our web-based donation platform, which has been instrumental in streamlining the donation process. We also engaged with donors by providing feedback on specific projects such as WASH, community centres, and schools. Opportunities were explored for donors to sponsor new projects in memory of loved ones, fostering deeper connections and continued support.

At the UKIM Annual Convention, we successfully showcased our fundraising initiatives, promoting our projects and generating interest from donors. We also reached out to influencers and advocates who helped amplify our fundraising efforts, expanding our reach even further. Alongside these efforts, we began planning for the Lebanon Emergency Appeal, coordinating with the Events Teams to ensure the campaign would be impactful and well-executed.

## Planning for the future

Looking ahead UKIM plans to hold between six and nine live TV appeals across three major channels, with a focus on the Emergency and Winter Appeals. Additionally, we will launch Friday appeals in UKIM branches, supported by visual materials such as posters. Digital and social media outreach will remain a priority, utilising platforms like Google AdWords, Facebook, YouTube, SMS, and email marketing to engage a wider audience and enhance fundraising efforts. Crowdfunding initiatives through platforms like LaunchGood will also be ramped up, with dedicated marketing packages to increase visibility and support.

Our donor engagement strategy will include implementing feedback and remarketing tactics to build stronger relationships with existing donors. We will also streamline donation processing and acknowledgment systems to ensure a more seamless experience for contributors. Creative assets will be designed for the Lebanon Emergency, Gaza Emergency, and Winter Emergency campaigns to enhance their appeal across digital platforms.

Looking ahead to Ramadan 2025, early planning will begin, including asset development, TV ad production, and creative design for the Welcome Ramadan and Zakat initiatives. Field trips to Pakistan, Bangladesh, and Sierra Leone will be organised to capture compelling media for Ramadan campaigns, showcasing UKIM's impact on the ground. After the Winter Appeal, we will engage donors by sending personalised calendars, keeping them connected to UKIM's ongoing work.

We will develop strategies for UKIM advertising campaigns for six TV channels and one radio station as part of our Winter Emergency media campaign. In addition, plans are in place for two major fundraising events (Nasheed Tour, Qari Tour, or Emergency Tour) across five cities, further promoting our fundraising efforts. Finally, UKIM will engage with non-UKIM mosques, requesting opportunities to raise funds during mosque gatherings as part of our broader fundraising and branding strategy.

We remain committed to our mission and deeply appreciate the continued support of our trustees as we work towards these exciting plans and initiatives in the coming months.

## Trustees' responsibilities statement

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the applicable Charities SORP.
- Make judgments and accounting 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.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust Deed. 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' annual report was approved on 16 December 2024 and signed on behalf of the board of trustees by:



Mr Mohammad Sajjad Amin  
General Secretary

## **Audit Opinion**

We have audited the financial statements of UK Islamic Mission (the 'charity') for the year ended 31 March 2024 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2024 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;
- have been prepared in accordance with the requirements of the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

## **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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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 information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information.

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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 in relation to which the Charities Accounts (Scotland) Regulations 2006 (as amended), and the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; 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.

### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Acts 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Our approach was as follows:

To identify risks of material misstatement due to irregularities we assessed events or conditions that could lead to irregularities. Our risk assessment procedures included:

- Enquiring of Trustees and management and inspection of policy documentation as to the charity's high-level policies and procedures to prevent and detect irregularities, as well as whether they have knowledge of any actual, suspected, or alleged fraud or breaches of relevant laws and regulations.
- Reading Board minutes.
- Using analytical procedures to identify any usual or unexpected relationships.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience through discussion with the Trustees and management (as required by auditing standards). We communicated with the Trustees and management the policies and procedures in place regarding compliance with laws and regulations.

We identified the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011, The Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (the SORP), and relevant tax legislation.

In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty. We identified the following areas as those most likely to have such an effect: health and safety and employment law, recognising the nature of the charity's activities and its legal form. Auditing standards limit the required audit procedures to enquiry of the Trustees and management and inspection of regulatory and legal correspondence, if any. Therefore, if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit cannot be relied upon to detect that breach.

Independent Auditor's Report to the Members of UK Islamic Mission  
Year ended 31 March 2024

We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above and assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items. The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

There is a presumed risk that revenue may be misstated due to the improper recognition of revenue. To address this risk, we obtained an understanding of the company's revenue recognition policies and compared these to the accounting standard, performed a walkthrough to confirm our understanding of the processes and controls through which the charity records, processes and reports revenue transactions. We tested a sample of revenue transactions to supporting evidence and tested, on a sample basis, revenue related balances in the balance sheet.

As required by auditing standards and considering possible pressures to meet internal key performance indicators and our knowledge of the control environment, we performed procedures to address the risk of management override of controls and the risk of fraudulent revenue recognition, in particular the risk that income is recorded in the incorrect accounting period and the risk that management may be able to make inappropriate accounting entries.

We assessed the risks of material misstatement in respect of fraud as follows:

- Our audit team discussed whether there were any areas that were susceptible to misstatement as part of our discussion on fraud;
- We challenged assumptions and judgements made by management in their significant accounting estimates and judgements.

Based on the results of our risk assessment we designed our audit procedures to identify and to address material misstatements in relation to fraud, including, designing appropriate audit procedures, including:

- Incorporating an element of unpredictability in the selection of the nature, timing, and extent of our audit procedures;
- Identifying journal entries and other adjustments to test based on risk criteria and comparing the identified entries to supporting documentation;
- Inspecting the relevant income agreements and their accounting to confirm their recognition in line with the SORP for different revenue streams;
- Obtaining third party bank confirmations; and
- Assessing the design and effectiveness of controls in place over areas such as procurement and cash.

We considered the extent to which the audit was considered capable of detecting irregularities: 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 from error, as fraud may involve deliberate concealment by, for example, forged or intentional misrepresentation, or through collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit

Independent Auditor's Report to the Members of UK Islamic Mission  
Year ended 31 March 2024

evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not

detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities is available on the FRC's website at:  
<https://www.frc.org.uk/library/standards-codes-policy/audit-assurance-and-ethics/auditors-responsibilities-for-the-audit/>.

This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the charity's members, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008 and regulations made under section 154 of that Act, and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



24 Wandsworth Road  
London  
SW8 2JW

Stephen McAlpine, Senior statutory auditor  
SBM Associates Limited  
Chartered accountants & statutory auditor

27 January 2025

**Statement of Financial Activities**

	Notes	2024			2023
		Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
<b>Income and endowments</b>					
Donations and Legacies	1	£11,398,612	£5,509,332	£16,907,944	£12,729,837
Other trading income	2	£7,527	£0	£7,527	£15,789
Investment Income	3	£862,701	£0	£862,701	£816,480
Other income	4	£287,657	£0	£287,657	£0
<b>Total Income</b>		<b>£12,556,497</b>	<b>£5,509,332</b>	<b>£18,065,829</b>	<b>£13,562,106</b>
<b>Total Expenditure</b>	5	<b>£6,052,676</b>	<b>£6,161,570</b>	<b>£12,214,245</b>	<b>£9,087,115</b>
Net gains on investments	6	£149,000	£0	£149,000	£243,798
<b>Net Income</b>		<b>£6,652,822</b>	<b>(£652,238)</b>	<b>£6,000,584</b>	<b>£4,718,789</b>
Transfers between funds	7	£4,199,113	(£4,199,113)	£0	£0
<b>Net movement in funds</b>		<b>£10,851,935</b>	<b>(£4,851,351)</b>	<b>£6,000,584</b>	<b>£4,718,789</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		£35,243,614	£8,095,824	£43,339,438	£38,620,649
<b>Total funds carried forward</b>		<b>£46,095,549</b>	<b>£3,244,473</b>	<b>£49,340,022</b>	<b>£43,339,438</b>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

**Statements of Financial Position**

	Notes	2024	2023
<b>Fixed Assets</b>			
Intangible assets		£0	£0
Tangible assets	8	£29,934,146	£28,792,366
Investments	9	£4,353,474	£3,500,000
<b>Total</b>		<b>£34,287,619</b>	<b>£32,292,366</b>
<b>Current Assets</b>			
Stock	10	£0	£70,000
Debtors	11	£1,510,979	£944,625
Cash at Bank and in Hand	12	£15,705,286	£11,737,499
<b>Total</b>		<b>£17,216,265</b>	<b>£12,752,124</b>
<b>Creditors: Due within one year</b>	13	£2,163,862	£1,705,051
<b>Net Current Assets</b>		<b>£15,052,403</b>	<b>£11,047,073</b>
<b>Total Assets</b>		<b>£49,340,022</b>	<b>£43,339,439</b>
less current liabilities			
<b>Net Assets</b>	14	<b>£49,340,022</b>	<b>£43,339,439</b>
<b>Funds of the Charity</b>			
<b>Unrestricted Funds</b>	15	£46,095,549	£35,243,614
<b>Restricted Funds</b>		£3,244,473	£8,095,824
<b>Total Charity Funds</b>		<b>£49,340,022</b>	<b>£43,339,438</b>

These financial statements were approved by the board of trustees and authorised for issue on 26th December 2024, and are signed on behalf of the board by:



Mr. Tayyab Raza Khan  
Trustee - National Treasurer

UK Islamic Mission – Financial Statements & Trustee’s report

Statement of Cash Flow		
	<b>2024</b>	2023
<b>Cash flows from operating activities</b>		
Net Income	£6,000,584	£4,718,789
<b>Adjustments for:</b>		
Depreciation of tangible fixed assets	£878,856	£819,693
Amortisation of intangible assets	£0	£16,440
Net gains on investments	(£149,000)	(£243,798)
Dividends, interest and rents from investments	(£862,701)	(£816,160)
Stocks	£70,000	£3,500
Trade and other debtors	(£566,354)	£99,971
Trade and other creditors	£458,811	£23,605
<b>Cash generated from operations</b>	<b>£5,830,196</b>	<b>£4,622,040</b>
<b>Net cash from operating activities</b>	<b>£5,830,196</b>	<b>£4,622,040</b>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	£862,701	£816,160
Purchase of tangible assets	(£2,089,962)	(£1,666,093)
Disposal of tangible assets	£69,327	£0
Purchases of other investments	(£704,474)	£0
<b>Net cash used in investing activities</b>	<b>(£1,862,409)</b>	<b>(£849,933)</b>
Net increase in cash and cash equivalents	£3,967,787	£3,772,107
Cash and cash equivalents at beginning of year	£11,737,499	£7,965,392
<b>Cash and cash equivalents at end of year</b>	<b>£15,705,286</b>	<b>£11,737,499</b>

## **General information**

The charity is a public benefit entity and a registered charity in England, Wales and Scotland and is unincorporated. The address of the principal office is 202 North Gower Street, London, NW1 2LY.

## **Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011, Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

## **Accounting policies**

### **Debtors**

Debtors are stated at their net realisable value after allowing for bad and doubtful debts.

### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure. The financial statements are prepared in sterling, which is the functional currency of the entity rounded to the nearest whole pound.

### **Comparative View**

Due to the redesign of the UKIM fund reporting and restructure of the chart of accounts and subsequent migration to a new financial software it was not possible to provide comparative view for some of the analysis hence, these have been omitted and will be included in the next financial year.

### **Cash and bank**

Cash in hand includes all cash balances held by the branches as at the year end to be deposited into the bank just after the year end or to be used to cash payments. Whilst bank balance includes all balances held in all the bank accounts by all the branches as at the year end.

### **Going concern**

There are no material uncertainties about the charity's ability to continue as a going concern.

### **Creditors**

All creditors are stated at their contractually agreed value in the financial statements.

### **Realised gains and losses**

All investments properties are valued by the trustees at the balance sheet date to their fair value. All realised gains and losses are accounted for in the financial year in the statement of financial activities.

### **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: Disclosures in respect of financial instruments have not been presented.

### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Examples of these include the depreciation policy, the allocation of projects costs to the different funds.

### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds. Non-distributable reserves are revaluation surpluses arising on the valuation of investment properties not sold.

### **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured.

The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, noncharitable trading activities, and the sale of donated goods.

- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

### **Intangible assets**

Intangible assets are initially recorded at cost and are subsequently stated at cost less any accumulated amortisation and impairment losses.

#### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Development Costs - 20% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

### **Tangible assets**

All fixed assets are initially recorded at cost. The Company, UK Islamic Mission, acts as a titleholder to the properties on behalf of this charity, and that the company acknowledges without reservation that the properties are beneficially owned by UK Islamic Mission charity.

## **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold buildings - 2% straight line

Long leasehold - 1% straight line

Fixtures & Equipment - 15% reducing balance

Motor Vehicles - 25% straight line

## **Investments**

Fixed asset investments are initially recorded at cost and subsequently stated at cost less any accumulated impairment losses.

## **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

## **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

## **Investment property**

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued by the trustees using an online valuation tool to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

**Statement of Financial Activities**

	<b>2023</b>		
	Unrestricted Funds	Restricted Funds	Total Funds
<b>Income and endowments</b>			
Donations and Legacies	£6,797,705	£5,932,132	£12,729,837
Other trading income	£15,789	£0	£15,789
Investment Income	£816,480	£0	£816,480
<b>Total Income</b>	<b>£7,629,974</b>	<b>£5,932,132</b>	<b>£13,562,106</b>
<b>Total Expenditure</b>	<b>(£5,154,272)</b>	<b>(£3,932,843)</b>	<b>(£9,087,115)</b>
Net gains on investments	£243,798	£0	£243,798
<b>Net Income</b>	<b>£2,719,500</b>	<b>£1,999,289</b>	<b>£4,718,789</b>
Transfers between funds	(£96,322)	£96,322	£0
<b>Net movement in funds</b>	<b>£2,623,178</b>	<b>£2,095,611</b>	<b>£4,718,789</b>
<b>Reconciliation of funds</b>			
Total funds brought forward	£32,620,436	£6,000,213	£38,620,649
<b>Total funds carried forward</b>	<b>£35,243,614</b>	<b>£8,095,824</b>	<b>£43,339,438</b>

<b>Income</b>			
	Unrestricted Funds	Restricted Funds	Total Funds
<b>Income</b>	<b>2024</b>		
<b>1. Donations and Legacies</b>			
International Programmes & Aid	£6,966	£3,882,970	<b>£3,889,936</b>
UK Programmes & Aid	£0	£295,800	<b>£295,800</b>
Sponsorship / Profile Based Programmes	£0	£827,776	<b>£827,776</b>
General Donations	£11,391,646	£12,907	<b>£11,404,553</b>
Ramadan & Qurbani Appeals	£0	£489,879	<b>£489,879</b>
	<b>£11,398,612</b>	<b>£5,509,332</b>	<b>£16,907,944</b>
<b>2. Other Trading Activities</b>			
Events	£7,527	£0	<b>£7,527</b>
<b>3. Investment Income</b>			
Income from Investment Properties	£225,385	£0	<b>£225,385</b>
Venue Hire Income	£633,675	£0	<b>£633,675</b>
Bank Interest	£3,641	£0	<b>£3,641</b>
<b>4. Other Income</b>			
Other Income	£287,657	£0	<b>£287,657</b>
<b>Total Income</b>	<b>£12,556,497</b>	<b>£5,509,332</b>	<b>£18,065,829</b>

**Expenditure**

	Unrestricted Funds	Restricted Funds	Total Funds
<b>2024</b>			
<b>5. Expenditure on charitable activities</b>			
Fundraising Cost	£376,879	£1,207,538	<b>£1,584,417</b>
Charitable Spend	£5,675,796	£4,954,032	<b>£10,629,828</b>
<b>Total Expenditure</b>	<b>£6,052,676</b>	<b>£6,161,570</b>	<b>£12,214,245</b>
<b>2023</b>			
<b>Expenditure on charitable activities</b>			
Fundraising Cost	£2,034,258	£974,836	<b>£3,009,094</b>
Charitable Spend	£3,120,014	£2,958,007	<b>£6,078,021</b>
<b>Total Expenditure</b>	<b>£5,154,272</b>	<b>£3,932,843</b>	<b>£9,087,115</b>

**Gains on investment, Depreciation & Staff Cost**

	<b>2024</b>	2023
<b>6. Net gains on Investment</b>		
Gains / Losses on Investment Property	£149,000	£243,798
<b>Net Income</b>		
Net income is stated after charging/(crediting):		
Amortisation of intangible assets	£0	£16,440
Depreciation of fixed assets	£878,856	£819,693
Audit Fees	£35,728	£12,500

**Staff Cost**

The total staff costs and employee benefits for the reporting period are analysed as follows:

Salaries, Tax, Social security	£2,973,671	£2,269,960
Pension	£16,348	£24,778
Other Employee Benefits	£3,429	£7,632
	<b>£2,993,448</b>	<b>£2,302,370</b>

*The average head count of employees during the year was 89 (2023: 86). The average number of full-time equivalent employees during the year is analysed as follows:*

Number of Staff - Teachers	40	40
Number of Staff - Admin	29	26
Number of Staff - Imams	20	20
	<b>89</b>	<b>86</b>

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

**Trustee remuneration & expenses**

Travel and Accommodation expenses	<b>£9,530</b>	£16,142
-----------------------------------	---------------	---------

No remuneration or other benefits from employment with the charity or a related entity were paid by the charity.

## 7. Transfer Between Funds

	Restricted Funds	Unrestricted Funds
Transfers between funds	(£4,199,113)	£4,199,113

As a result of a deeper dive into historic allocation of funds the finance team discovered that historically a significant amount of funds collected at the UKIM mosques were wrongly classed as "Relief" however, these funds were given by Donors for the betterment, improvement and running of the UKIM mosques. £4,199,113 was identified as funds wrongly allocated hence, have now been corrected after the review and approval of the Trustees.

## Fixed Assets

	Land & Building	Fixture & Fittings	Motor Vehicle	Total
<b>2024</b>				
Value brought forward	£36,113,443	£2,962,138	£4,230	<b>£39,079,811</b>
Additions	£1,685,575	£399,588	£4,800	<b>£2,089,962</b>
Disposals	(£116,198)		(£4,230)	<b>(£120,428)</b>
Depreciation (Accumulated)	(£7,877,580)	(£2,405,635)	(£4,230)	<b>(£10,287,445)</b>
Depreciation (Charge)	(£759,057)	(£119,678)	(£120)	<b>(£878,856)</b>
Depreciation (Disposal)	£46,871		£4,230	<b>£51,101</b>
Carrying Amount	£29,093,053	£836,412	£4,680	<b>£29,934,146</b>

## 9. Investment Property

Value brought forward	£3,500,000
Additions	£704,474
Fair value movement	£149,000
Value carried forward	<b>£4,353,474</b>

**Fixed Assets**

	Land & Building	Fixture & Fittings	Motor Vehicle	Total
<b>2023</b>				
Value brought forward	£34,776,755	£2,632,733	£4,230	<b>£37,413,718</b>
Additions	£1,336,687	£329,406	£0	<b>£1,666,093</b>
Depreciation (Accumulated)	(£7,156,094)	(£2,307,428)	(£4,230)	<b>(£9,467,752)</b>
Depreciation (Charge)	(£721,486)	(£98,207)	£0	<b>(£819,693)</b>
Depreciation (Eliminated on Disposal)	£0	£0	£0	<b>£0</b>
Carrying Amount	£28,235,862	£556,504	£0	<b>£28,792,366</b>

**Investment Property**

Value brought forward	£3,256,202
Additions	£0
Fair value movement	£243,798
Value carried forward	<b>£3,500,000</b>

**Debtors & Creditors**

	2024	2023
<b>10. Stock</b>		
Stock of £70,000 was written off due to obsolete stock.	<b>£0</b>	£70,000
<b>11. Debtors</b>		
Trade Debtors	<b>£2,491</b>	£0
Inter Branch Debtors	<b>£6,071</b>	£0
Loans Given	<b>£134,000</b>	£57,952
Accrued Income	<b>£472,818</b>	£0
Gift Aid	<b>£895,600</b>	£886,673
<b>Total Debtors</b>	<b>£1,510,979</b>	£944,625

Debtors are stated at their net realisable value after allowing for bad and doubtful debts.

**12. Cash at Bank and in Hand**

Cash in hand includes all cash balances held by the branches as at the year end to be deposited into the bank just after the year end or to be used to cash payments. Whilst bank balance includes all balances held in all the bank accounts by all the branches as at the year end.

**13. Creditors**

Trade Creditors	<b>£783,497</b>	£0
Credit Card	<b>£0</b>	£13,208
Social Security	<b>£22,707</b>	£12,255
Loans (Short-Term)	<b>£1,292,633</b>	£1,656,433
Accruals	<b>£65,025</b>	£23,155
<b>Total Creditors</b>	<b>£2,163,862</b>	£1,705,051

All creditors are stated at their contractually agreed value in the financial statements.

#### 14. Analysis of Net Assets

	<b>Total Funds</b>
<b>2022-23</b>	
Intangible Assets	£0
Tangible Fixed Assets	£28,792,365
Investments	£3,500,000
Current Assets	£12,752,124
Creditors Less Than 1 Year	(£1,705,051)
<b>Net Assets</b>	<b>£43,339,438</b>
Intangible Assets	£0
Tangible Fixed Assets	£29,934,146
Investments	£4,353,474
Current Assets	£17,216,265
Creditors Less Than 1 Year	(£2,163,862)
<b>Net Assets</b>	<b>£49,340,022</b>

#### Analysis of Change in net Debt

	1st April 2023	Cash flow	31st March 2024
<b>Cash and cash equivalents</b>	£11,737,499	£3,967,787	<b>£15,705,286</b>

#### Related parties

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 102.

**Analysis of Charitable Funds**

	<b>Funds Brought Forward</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfers</b>	<b>Gains &amp; Losses</b>	<b>Funds Carried Forward</b>
<b>Funds 2022-23</b>						
General Funds (Previous Year)	£32,620,436	£7,629,974	(£5,154,272)	(£96,322)	£243,798	£35,243,614
All Restricted Funds (Previous Year)	£6,000,213	£5,932,132	(£3,932,843)	£96,322	£0	£8,095,824
<b>Total Funds</b>	<b>£38,620,649</b>	<b>£13,562,106</b>	<b>(£9,087,115)</b>	<b>£0</b>	<b>£243,798</b>	<b>£43,339,438</b>

**15. Funds 2023-24**

General Funds (This Year)	£35,243,614	£12,556,497	(£6,052,676)	£4,199,113	£149,000	£46,095,549
All Restricted Funds (This year)	£8,095,824	£5,509,332	(£6,161,570)	(£4,199,113)	£0	£3,244,473
<b>Total Funds</b>	<b>£43,339,438</b>	<b>£18,065,829</b>	<b>(£12,214,245)</b>	<b>£0</b>	<b>£149,000</b>	<b>£49,340,022</b>

**THE UNITED KINGDOM ISLAMIC MISSION**

England & Wales - Charity number 250275

---

# Accounts

---

# UK Islamic Mission

FINANCIAL STATEMENTS & TRUSTEE’S REPORT

31<sup>th</sup> March 2023

**Charity Number:**

**England:** 250275 **Scotland:** SC042499

# UK Islamic Mission – Financial Statements & Trustee’s report

---

## Contents

---

Introduction .....	3
Structure, Governance and Management: .....	4
International Programmes.....	6
UK Programmes .....	10
Marketing and Fundraising .....	13
Independent Audit .....	16
Statements of Financial Activities .....	21

# UK Islamic Mission – Financial Statements & Trustee’s report

---

## Introduction

---

The Trustee present its report and the financial statements of the charity of the year ending 31<sup>st</sup> March 2023.

Reference and administrative details:

**Registered Charity Name:** The United Kingdom Islamic Mission

**Charity Registration Number England:** 250275

**Charity Registration Number Scotland:** SC042499

**Registered Address:** 202, North Gower Street, London, NW1 2LY, UK

**The corporate trustee: United Kingdom Islamic Mission, the directors of which are:**

Dr Hammad Bin Zahid Lodhi  
Mr Mohammed Saeed  
Mr Sajjad Amin  
Mr Maqsood Anwar  
Dr Fiaz Hussain  
Mr Waqar Ahmed  
Mr Mohammad Malik  
Mr Ghufran Mehmood  
Mr Ubaid-Ur-Rahman Ahmed  
Mr Amjad Mujahid Janjua  
Mr Muhammad Imran Abbasi  
Mr Mahfoozur Rahman Jawed  
Mr Asim Uddin  
Mr Abdul Haq Mian  
Mr Muhammad Hussain Asghar  
Mr Muhammad Iqbal  
Dr Sadia Ahmad  
Mr Mohammad Tayyab Raza Khan  
Mr Abdul Hamid  
Mr Muhammad Saeed  
Mr Tariq Ali  
Dr Muhammad Arif  
Mr Zia Ul Haq

**Bankers:**

Barclays Bank Plc  
Business Banking  
Leicester  
LE87 2BB

---

## Structure, Governance and Management:

---

### **Governing Document:**

The Charity was established in 1962 by a trust deed and is registered with the Charity Commission in England & Wales under the charity number 250275, it has also been registered in Scotland under the charity number SC042499.

The organisation underwent additional changes to its structure, which has resulted in the development of the new constitution in 2021. This was approved by the Charity Commission, although the organisation is still in transition period of moving in to its new set-up. Part of this new structure of the Charity, the individual trustees were replaced by a new, limited liability company with a company registration number of 06611497 and charity number 1127246. This new company serves as the sole cooperate trustee of the old UKIM Trust. The directors of the new company are referred to as trustees.

### **Governing Bodies:**

The governing composition is demonstrated in the constitution of the Charity and its branches, which are established and spread throughout the scope of United Kingdom.

UKIM is funded by a monthly subscription which is paid by its members and associate members. Many people from the general public also donate to support the local activities arranged by the charity. In addition, appeals are made through the charity network of Mosques and Islamic centres. These appeals are arranged and approved through the central finance committee. The appeals that are made through the charity go to a range of charitable activities, addressed further down in the report.

The charity is formed with a board of trustees, which is accountable for regulating and making judgments for the organisation. The board of trustees are elected on a 3-year basis, full members of the charity are given the chance to vote for the board of trustees. UKIM is further split in to 4 areas which have their own elected president. The presidents of the 4 areas represent the community and its zonal branches within their areas.

The process for electing the National President is conducted directly by the charity members who have a full membership. Following the election, the president, with consultation of the Board of Trustees, will appoint other office bearers such as the Senior Vice-President, Vice-President, Secretary General, Joint Secretary and Treasurer.

Ensuring the Board of Trustees members fully comprehend their role as trustees and the associated duties and responsibilities, a day-long workshop is conducted shortly after the elections. It has been intended that this process will be repeated every three years following the national elections.

In addition, zonal workshops are carried out yearly for members and office bearers across branches. These workshops aim to assist in governance and compliance matters ensuring that every member understand their role. As a part of the aim of improving governance and safeguarding at UKIM, particularly within the increased expectation on the charity sector, UKIM trustees have embarked on

## UK Islamic Mission – Financial Statements & Trustee’s report

a wide-ranging process of reviewing and identifying areas of improvement within UKIM's governance and departmental structure.

### **New Structure – Executive Board:**

As part of the of the restructuring efforts, Certain executive powers that are held by the board of trustees have been delegated to the newly established Executive Board. The Executive Board had been given the responsibility of overseeing the day to day operation of the organisation, while ensuring the implementation of Board of trustee’s campaigns. This has given the Board of trustees the time to work through long-term planning, governance, and compliance, with the aim of progressing the charitable objectives of the organisation.

In addition to this, several committees have been created to aid the organisation management with minutes and action points from meetings shared with the Board of Trustees.

### **Financial Control:**

The Trustees ensure that the funds and asset of the charity are safeguarded through the financial control that are implemented. These control that were introduced by the finance committee, overlooked by the board of trustees who receive financial reports. The accounts are scrutinised by the members of the organisation in their annual meeting. The organisation works to review and develop its systems periodically, making improvements in its accounting policies and financial controls to meet the financial reporting standards.

The charity has looked into the employee pay structure, with particular care with the mosque-based Imams (scholars) and set suitable salaries based on prevailing employment laws and related guidelines from HMRC. Currently, pay increases are related to performance.

### **Investment Powers and Restrictions:**

The organisation does not invest in any deposit accounts, building society accounts, money market etc.

### **Risk Management:**

The Charity Central Executive Committee has carried out an appraisal of the key risks that could arise through a risk register, paying close attention to those pertaining to the Trust's operations and finances. The Committee is confident that sufficient checks and balances have been implemented and systems are in place to minimize the Charity's exposure to major threats and risks. In addition, the Central Administrative Committee has reviewed all of the organisation's systems to identify areas for improvement and ensure that they are regularly updated.

# UK Islamic Mission – Financial Statements & Trustee’s report

## **Objectives and activities:**

The charity has direct contact with Muslim communities throughout the UK. It makes use of these contacts to listen to and understand the issues, concerns, and problems of the communities. The charity endeavours to respond to the points raised by the communities by identifying projects, acquiring necessary resources including the raising of funds to run these projects.

These activities of the charity are not confined to England only but also cover Scotland and Wales. In Scotland the charity has two main branches in Glasgow (North and South Glasgow) and a small centre in Airdrie providing facilities. In Wales, the charity has a centre in Cardiff which caters for the needs of the local community as well as a newly purchased centre in Haverford West.

## **Financial Review**

The results of UKIM are shown in the attached financial statements. The net surplus for the year was £4,718,789 (2022: £3,943,546) as detailed in the Statement of Financial Activities.

At the end of the year total reserves were £43,339,438 (2022: £38,620,649), of which £14,547,072 (2022: £10,674,683) can be realised without disposing of tangible fixed assets.

---

## International Programmes

---

Internationally, the Charity focused on high priority areas in line with Sustainable Development Goals (SDGs): During the current period, the UK and rest of the world faced the COVID-19 pandemic, the Charity launched a COVID-19 Emergency Fund to provide support to a number of projects responding to the crisis across the globe.

In 2022-2023 UKIM delivered 73 projects in several countries varying from water and sanitation, health care, seasonal food programmes, winter, emergency responses, education, profile-based projects, general development initiatives, and livelihood projects.

The following is the snapshot of major projects carried out under different categories:

### **Emergency Response 2022/23:**

UKIM successfully delivered emergency response and rehabilitation projects within 3 countries (Pakistan, Afghanistan and Turkey), focusing on areas such as the rehabilitation of flood and earthquake survivors through food security and construction. The response involved providing victims and their families items such as food parcels, blankets, clothing and tents, ensuring they had access to the bare necessities. In total, these projects supported around 124,801 vulnerable beneficiaries with humanitarian aid.

# UK Islamic Mission – Financial Statements & Trustee’s report

## **Seasonal Food Programme:**

UKIM conducts multiple seasonal food programmes throughout the year targeting the most vulnerable people around the world and bringing happiness and unity to many communities. In 2022/2023, UKIM supported over 336,522 food deprived people across Asia, Africa and the Middle East in 17 different countries.

The programme consisted of the provision of food baskets/packs for families, hot meals, fresh meat to cook and other nutritional assistance. The work was implemented during special Islamic seasons such as Ramadan (Iftaar & Suhoor meals) and Eid Al-Adha (Qurbani), advocating food security and assistance and promoting unity amongst beneficiaries.

During this year, UKIM also supported beneficiaries in areas that align well with the Seasonal Food Programme such as providing Eid gifts to vulnerable children to ensure they enjoy Eid celebrations despite their difficult situation. Additionally, UKIM have helped establish a Relief Bakery in Yemen which provided over 600 families their daily supply of bread during project implementation. This was seen as a successful multi-purpose project, as not only did it enhance food security amongst vulnerable groups in Yemen, it also supported the local labour force and productivity by providing work opportunities for Yemeni citizens.

## **Winter Response:**

Over the last year, UKIM has provided winter response projects across four countries: Palestine, Pakistan, Lebanon and Yemen. This response has successfully supported over 15,947 beneficiaries with multiple winter essentials such as cooking/heating fuel, warm clothing and blankets so that they may survive the harshness of the winter.

## **Profile-Based (individual sponsorship) Programmes 2022/23:**

All profile-based projects were delivered successfully- community centres, water wells, water hand pumps, and child sponsorship. UKIM successfully supported the construction of 53 community centres in multiple countries such as Palestine, Sierra Leone, Pakistan and Bangladesh to be used as a convenience place for local communities for the purposes of prayer and religious education.

UKIM’s WASH programmes – UKIM has reached over 94,635 individuals in different countries and provided access to clean, and safe drinking water. Some noticeable examples include:

- Providing clean and safe drinking water for five communities by installing five community hand pump water wells in Sierra Leone.
- Contributing to improve the living conditions of the affected population in Lebanon through installing water purification plant equipped with solar energy.

## UK Islamic Mission – Financial Statements & Trustee’s report

- Providing school children in Gaza with clean drinking water by implementing three desalination plants with the capacity of around 50 cups/hour.
- Installation of 455 community water systems in Pakistan, resulting in massive outreach of beneficiaries.
- Provision of clean water facilities through the installation of 50 water hand pumps in Sri Lanka.
- Installation of 65 water hand pumps in Bangladesh.

### **Children Programmes:**

Over the last financial year, UKIM has carried out noticeably impactful work within their children focussed programmes that have reached far and wide around the globe covering countries such as Pakistan, Bangladesh, Somalia and many more. The programmes implemented have covered some much-required areas such as Hifz Quran, Orphan Sponsorship, children with disabilities, Adopt a Family and Thalassaemia. Some appreciable examples of the specific work and impact include (but not limited to):

Over 333 children in Sierra Leone attend the Hifz Programme with over 10 students completing their Hifz in the last quarter of 2022

Orphan Sponsorship programme in Gaza, Palestine successfully improved the lives of over 277 children and their mothers (where relevant) through food security (by way of food vouchers), physical and mental health care, educational follow-ups and the proper nutritional intake

In Pakistan, over 1,600 children with disabilities to date have been successfully rehabilitated through education, social inclusion, and social cohesion, with many of them being mainstreamed, partially or fully included in regular classes.

Having positively impacted thousands of vulnerable children (over 3,024 in Term 2 of 2022) and indirect beneficiaries with the support of their donors, it is evident that UKIM has managed to bring about a positive impact to children across the world.

### **Clean Energy:**

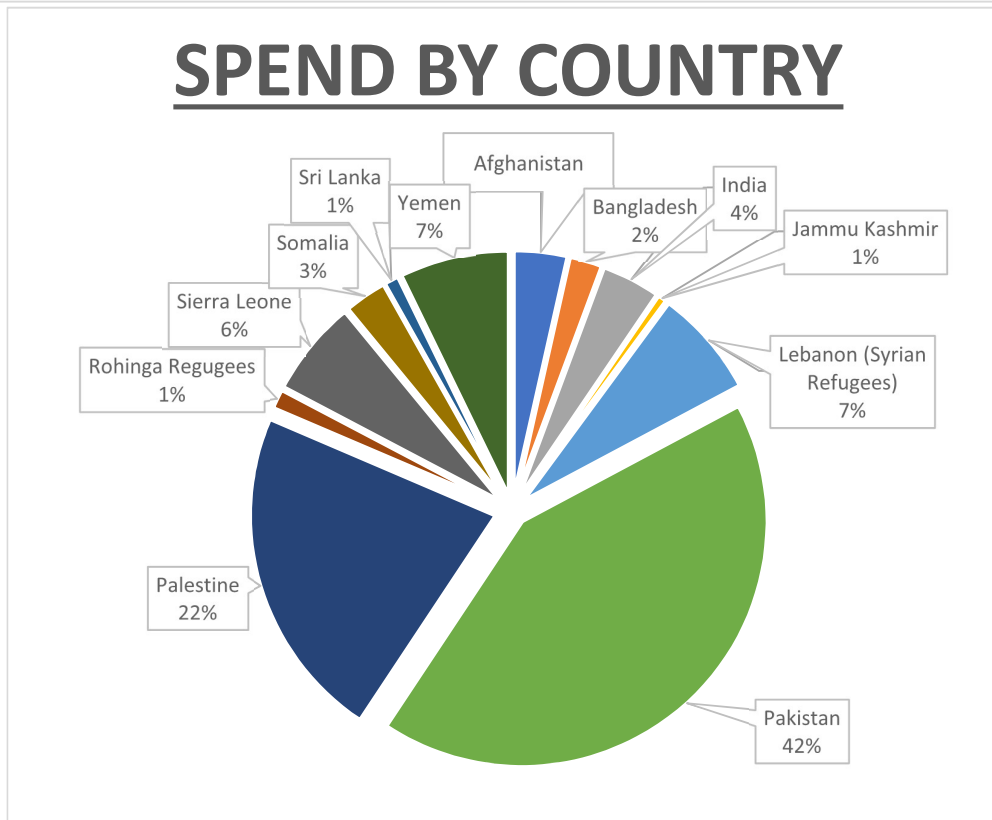
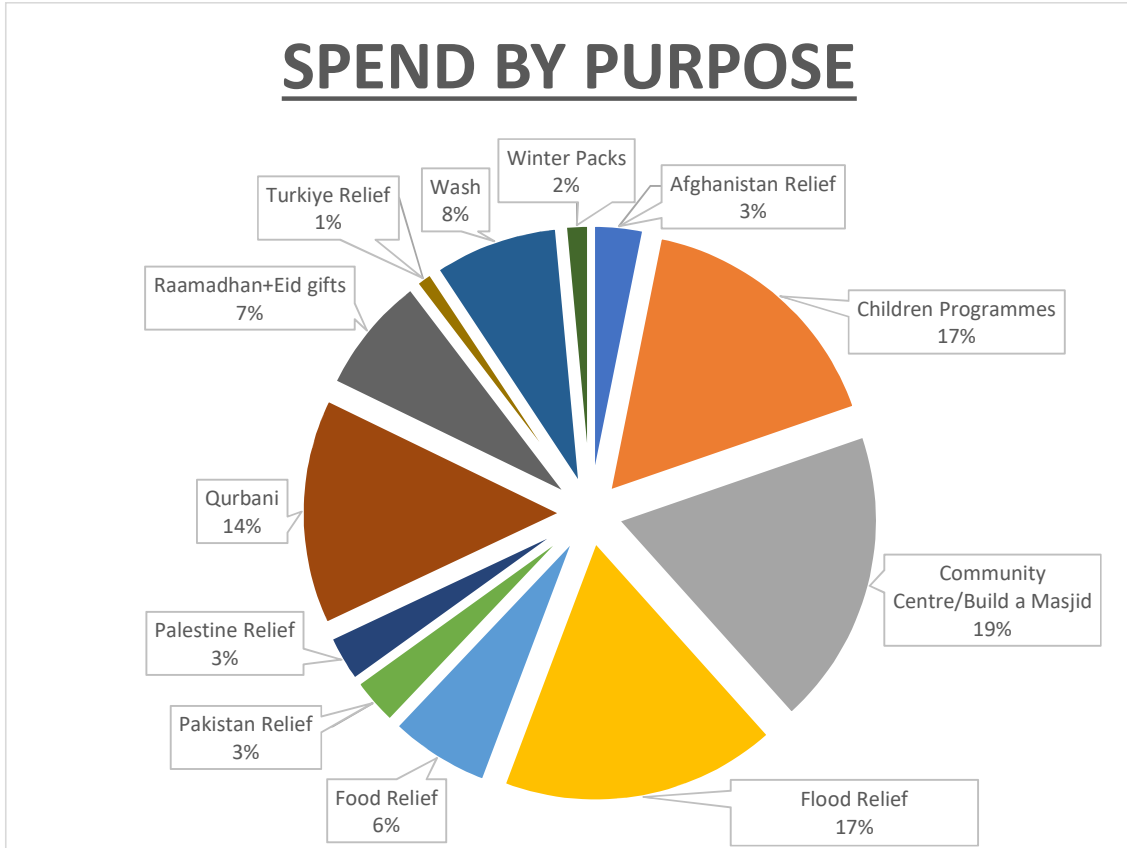
UKIM has also supported the idea of alternate renewable energy by implementing a solar system for a girl’s school based in Pakistan. This system has provided continuous and uninterrupted energy to 440 beneficiaries and has successfully promoted education through institutional based climate change adaptation and alternate energy resources.

Education: Facilitation of education by expanding structures and constructing new education institutes and improving existing facilities in Pakistan, Palestine, and Yemen. UKIM also provided school kits and solar lanterns to children in Gaza & Syrian refugees in Lebanon.

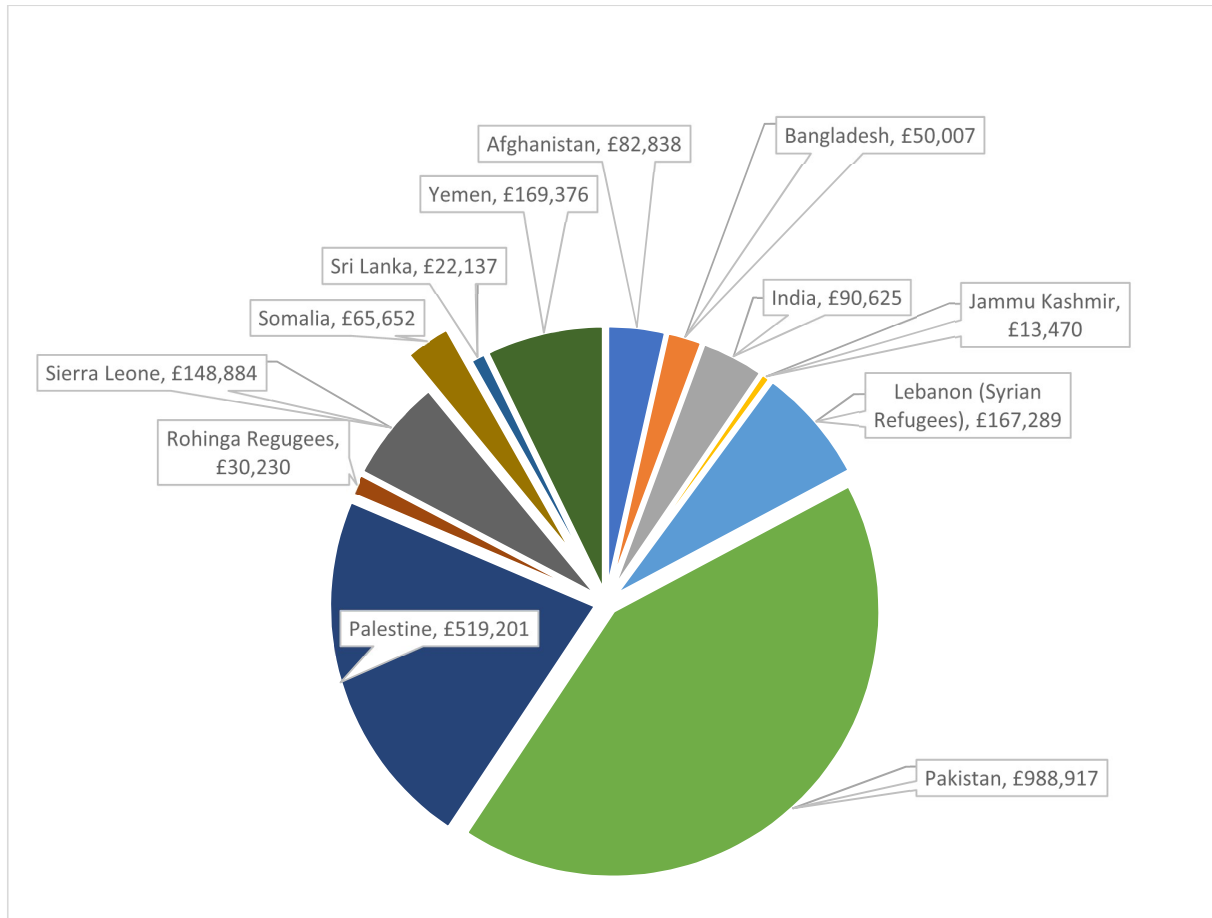
UKIM supported higher education by providing scholarship for students who came from disadvantaged families in Pakistan. Furthermore, UKIM has also sponsored several school projects, 6

# UK Islamic Mission – Financial Statements & Trustee’s report

of which that have a high number of minority students, supporting ‘education for all’. Through these education programmes, UKIM made a positive difference to the lives of 26,287 children.



## UK Islamic Mission – Financial Statements & Trustee’s report



### UK Programmes

The UKIM has 51 branches and operates and runs 17 Islamic centres and 34 mosques spanning the length and scope of the United Kingdom including Branches in Scotland and Wales. On weekly basis we have between 60,000 to 70,000 Muslims attending prayers and activities in the UKIM mosques as well as 6000 children enrolled in our supplementary schools.

The charity is uniquely placed as it has direct contact with Muslim communities throughout the UK. It makes use of these contacts to listen to and understand the issues, concerns, and problems of these communities. The charity endeavours to respond to the points raised by the communities by identifying projects, acquiring necessary resources including the raising of funds to run these projects.

The UK Islamic Mission primarily works to provide services and leadership to the Muslim community. The services are delivered through educational, youth, community, welfare, and relief projects. The Charity provides the following types of activities:

- Education (i.e. evening and weekend supplementary schools for children), as well as making information about the Islamic faith freely available to those that wish to learn more about it.

## UK Islamic Mission – Financial Statements & Trustee’s report

- International Relief operations (for natural disasters in different parts of the world, alleviating poverty and providing emergency relief, water, and hygiene programmes along with educational and orphan programmes, help for the needy. All funds collected locally are sent to the head office to be deposited into the head office account and distributed according to the policies.
- Women empowerment programmes are provided to cater for the needs of women. This includes educational programmes, health programmes, language classes as well as excursions to help women progress.
- Youth programmes are provided where we seek to empower our young people, inspire and motivate them, help raise aspirations and provide a sense of belonging, which in turn helps these young people become good upstanding, citizens, members of society and the communities they live in.
- Helping those in need here in the UK by working to build stronger, more responsible, and caring communities through its charitable projects, ultimately contributing to making a better Britain.
- Spiritual Development by helping our members develop a holistic understanding of their faith.
- Building better community relations through the projects listed above but also working in our respective localities to build better networks through meetings, events, and programmes such as inter-faith events.

When planning the activities for the year, the charity has considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on charities for the advancement of religion for the public benefit. The beneficiaries of the charity vary greatly. A large focus is on the members of the Muslim community as well as local institutions, though not exclusively, and those in need around the world. Members of the wider communities are also assisted by way of our projects. Mosque facilities are provided for the community and cater for their spiritual, moral, and social needs.

### **Achievements and performance:**

The charity carries out a wide range of activities in pursuance of its charitable aims. The activities provide benefit both to those who worship at our Mosques or use our centres throughout the UK, and the wider community. The centres that have been established throughout the country serve as places for congregational prayers, study of Islam, education of children and youth, raising funds for various projects based in the UK as well as welfare and relief projects internationally, community health events and interfaith gatherings, lectures, and indoor sports. In many of the branches of the charity, improvement, redevelopment, and capacity expansion building work is ongoing.

In the UK, some of our branches have continued to offer food for the needy, some by way of foodbanks at their centres and others as periodical donations via partners such as local homeless charities.

## UK Islamic Mission – Financial Statements & Trustee’s report

Furthermore; UKIM centres and volunteers have organised community litter picks, arranged for volunteers to assist in our projects, provided thousands of hot meals, winter kits to the needy and homeless, helped raise aspirations for our young children in socially deprived areas through our Duke of Edinburgh, iAspire and Scouts activities, delivered seminars online and in person for the community, distributed over 4000 Qurans and free literature to non-Muslims, as well opened doors of UKIM mosques as part of ‘VisitmyMosque’ campaign by Muslim Council of Britain. Our mosques and volunteers also participated in community iftar’s that invited people from all walks of life to share in the breaking of the Ramadan fast with food, and raised awareness of community issues such as fostering in our communities.

### **Moving forward: UK Programmes Team:**

Moving forward the charity established a central UK Programmes team. The Programmes Team’s role is to provide support to all our mosques, centres and branches with the aim of supporting:

- Adherence to regulatory frameworks and legal compliance obligations.
- Enabling delivery of high-quality services through our mosques and centres.
- Enable mosques to orientate the delivery of community services to the Muslim and wider community.
- Support various programmes of work with a particular emphasis on the development of
  - a) Mosque Improvement that will enable mosques to self-assess and then be audited and supported to ensure legal compliance, quality service delivery and outcomes for attendees and service users
  - b) Masjid Connect initiative that will act as a secretariat to mosques and branches through providing training, support and resources
  - c) establish a much-needed Muslim Think Tank called European Institute of Islamic Sciences. Which will develop thought and solutions to issues impacting Muslim communities including addressing growing social care needs of Muslim older people, high divorce rates, emerging new technologies such as AI and how this will impact Muslim communities as well as many other issues.

Finding practical and policy solutions to these issues is imperative for the wellbeing of the Muslim community. It is the charities desire to ensure that Muslim communities are supported to learn about the issues and then supported to develop and possess capacity to address issues.

- Support development of existing and new branches through Masjid Connect.
- Support wider UKIM Programmes such as:
  - Dawah
  - Tarbiyah

# UK Islamic Mission – Financial Statements & Trustee’s report

- Education
- Women’s activities
- Youth
- Events
- iCare and iAspire

The recruitment for the UK programmes team has just begun and we anticipate that the Programme will impact all the above work streams and focussed priorities to be able to provide updates in the coming year.

---

## Marketing and Fundraising

---

As a grassroots-level charity, our approach to fundraising has been diverse and dynamic, encompassing a spectrum of channels. These channels include powerful television and radio appeals that have touched the hearts of viewers and listeners, strategically crafted digital media campaigns that have resonated with online audiences, thoughtfully designed print media publications that have conveyed our mission, active and impactful engagement across various social media platforms, and the successful orchestration of community events that have fostered a sense of unity and purpose.



## UK Islamic Mission – Financial Statements & Trustee’s report



The true highlight of our fundraising journey, however, lies in the response we've received from our compassionate and generous community. Their unwavering commitment and solidarity have translated into an outpouring of support that has, quite literally, saved lives. These critical funds have played an instrumental role in addressing pressing humanitarian needs. We've been able to provide access to clean water, which is a fundamental right, and ensure quality education to empower future generations. Moreover, our ability to swiftly respond to emergencies, such as the Pakistan Flood and Turkey earthquake, has been bolstered by the financial resources generated through these fundraising efforts. Additionally, we've been able to uphold food security for refugees in dire need, offering a lifeline to those facing immense challenges.



As we reflect on our accomplishments, we want to emphasize our unwavering dedication to our mission. We recognize that none of this would be possible without the profound trust and boundless generosity exhibited by our donors and supporters. Their belief in our cause and their commitment

## UK Islamic Mission – Financial Statements & Trustee’s report

to making a tangible impact continue to be our driving force. We remain deeply committed to our mission, ever grateful for the opportunity to serve and uplift those in need, and resolute in our determination to forge a brighter, more equitable future for all.

### **Trustees' responsibilities statement**

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting 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.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust Deed. 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.



Mr Mohammad Sajjad Amin

General Secretary

# UK Islamic Mission

## Independent Auditor's Report to the Members of UK Islamic Mission *(continued)*

Year ended 31 March 2023

---

### Independent Audit

---

#### Opinion

We have audited the financial statements of UK Islamic Mission (the 'charity') for the year ended 31 March 2023 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

#### 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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

# **UK Islamic Mission**

## **Independent Auditor's Report to the Members of UK Islamic Mission** *(continued)*

**Year ended 31 March 2023**

### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 in relation to which the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; 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.

### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

# UK Islamic Mission – Financial Statements & Trustee’s report

## **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Acts 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 an auditor’s report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Our approach was as follows:

To identify risks of material misstatement due to irregularities we assessed events or conditions that could lead to irregularities. Our risk assessment procedures included:

- Enquiring of Trustees and management and inspection of policy documentation as to the Charity’s high-level policies and procedures to prevent and detect irregularities, as well as whether they have knowledge of any actual, suspected, or alleged fraud or breaches of relevant laws and regulations.
- Reading Board minutes.
- Using analytical procedures to identify any unusual or unexpected relationships.

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience through discussion with the Trustees and management (as required by auditing standards). We communicated with the Trustees and management the policies and procedures in place regarding compliance with laws and regulations.

We identified the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011, The Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (the SORP), and relevant tax legislation.

In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Charity’s ability to operate or to avoid a material penalty. We identified the following areas as those most likely to have such an effect: health and safety and employment law, recognising the nature of the Charity’s activities and its legal form. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and management and inspection of regulatory and legal correspondence, if any. Therefore, if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit cannot be relied upon to detect that breach.

We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

## UK Islamic Mission – Financial Statements & Trustee’s report

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above and assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

As required by auditing standards and considering possible pressures to meet internal key performance indicators and our knowledge of the control environment, we perform procedures to address the risk of management override of controls and the risk of fraudulent revenue recognition, in particular the risk that income is recorded in the incorrect accounting period and the risk that management may be able to make inappropriate accounting entries.

We assessed the risks of material misstatement in respect of fraud as follows:

- Our audit team discussed whether there were any areas that were susceptible to misstatement as part of our discussion on fraud;
- We challenged assumptions and judgements made by management in their significant accounting estimates and judgements.

Based on the results of our risk assessment we designed our audit procedures to identify and to address material misstatements in relation to fraud, including, designing appropriate audit procedures, including:

- Incorporating an element of unpredictability in the selection of the nature, timing, and extent of our audit procedures;
- Identifying journal entries and other adjustments to test based on risk criteria and comparing the identified entries to supporting documentation;
- Inspecting the relevant income agreements and their accounting to confirm their recognition in line with the SORP for different revenue streams; and
- Assessing the design and effectiveness of controls in place over areas such as procurement and cash.

We considered the extent to which the audit was considered capable of detecting irregularities: 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 from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

## UK Islamic Mission – Financial Statements & Trustee’s report

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditorsresponsibilitie>. This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the charity's members, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008 and regulations made under section 154 of that Act, and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

24 Wandsworth Road  
London  
SW8 2JW

SBM Associates Limited  
Chartered accountants & statutory auditor

29 December 2023

# UK Islamic Mission – Financial Statements & Trustee’s report

## Statements of Financial Activities

		2023	2022		
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
<b>Income and endowments</b>					
Donations and legacies	4	6,797,705	5,932,132	<b>12,729,837</b>	12,144,223
Other trading activities	5	15,789	–	<b>15,789</b>	42,158
Investment income	6	816,480	–	<b>816,480</b>	459,596
Other income	7	–	–	–	18,112
<b>Total income</b>		<u>7,629,974</u>	<u>5,932,132</u>	<u><b>13,562,106</b></u>	<u>12,664,089</u>
<b>Expenditure</b>					
Expenditure on charitable activities	8,9	(5,154,272)	(3,932,843)	<b>(9,087,115)</b>	(9,135,223)
<b>Total expenditure</b>		<u>(5,154,272)</u>	<u>(3,932,843)</u>	<u><b>(9,087,115)</b></u>	<u>(9,135,223)</u>
Net gains on investments	11	243,798	–	<b>243,798</b>	414,680
<b>Net income</b>		<u>2,719,500</u>	<u>1,999,289</u>	<u><b>4,718,789</b></u>	<u>3,943,546</u>
Transfers between funds		(96,322)	96,322	–	–
<b>Net movement in funds</b>		<u>2,623,178</u>	<u>2,095,611</u>	<u><b>4,718,789</b></u>	<u>3,943,546</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		32,620,436	6,000,213	<b>38,620,649</b>	34,677,103
<b>Total funds carried forward</b>		<u>35,243,614</u>	<u>8,095,824</u>	<u><b>43,339,438</b></u>	<u>38,620,649</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

**UK Islamic Mission**  
**Statement of Financial Position**  
**31 March 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Intangible assets	16	–	16,440
Tangible fixed assets	17	28,792,366	27,945,966
Investments	18	3,500,000	3,256,202
		<u>32,292,366</u>	<u>31,218,608</u>
<b>Current assets</b>			
Stocks	19	70,000	73,500
Debtors	20	944,625	1,044,596
Cash at bank and in hand		11,737,499	7,965,392
		<u>12,752,124</u>	<u>9,083,488</u>
<b>Creditors: amounts falling due within one year</b>	22	<u>1,705,051</u>	<u>1,681,446</u>
<b>Net current assets</b>		<u>11,047,073</u>	<u>7,402,042</u>
<b>Total assets less current liabilities</b>		<u>43,339,439</u>	<u>38,620,650</u>
<b>Net assets</b>		<u>43,339,439</u>	<u>38,620,650</u>
<b>Funds of the charity</b>			
Restricted funds		8,095,824	6,000,213
Unrestricted funds		35,243,614	32,620,436
<b>Total charity funds</b>	24	<u>43,339,438</u>	<u>38,620,649</u>

These financial statements were approved by the board of trustees and authorised for issue on 26th December 2023, and are signed on behalf of the board by:



Mr. Tayyab Raza Khan  
Trustee

**UK Islamic Mission**  
**Statement of Cash Flows**  
**Year ended 31 March 2023**

	2023	2022
	£	£
<b>Cash flows from operating activities</b>		
Net income	4,718,789	3,943,546
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	819,693	752,159
Amortisation of intangible assets	16,440	16,800
Net gains on investments	(243,798)	(414,680)
Dividends, interest and rents from investments	(816,160)	(458,237)
Other interest receivable and similar income	(320)	(1,359)
Accrued (income)/expenses	(9,976)	2,190
<i>Changes in:</i>		
Stocks	3,500	(3,500)
Trade and other debtors	99,971	107,875
Trade and other creditors	33,581	(13,776)
Cash generated from operations	<u>4,621,720</u>	<u>3,931,018</u>
Interest received	320	1,359
Net cash from operating activities	<u>4,622,040</u>	<u>3,932,377</u>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	816,160	458,237
Purchase of tangible assets	(1,666,093)	(1,431,914)
Purchases of other investments	–	(370,462)
Net cash used in investing activities	<u>(849,933)</u>	<u>(1,344,139)</u>
<b>Net increase in cash and cash equivalents</b>	<b>3,772,107</b>	<b>2,588,238</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>7,965,392</b>	<b>5,377,154</b>
<b>Cash and cash equivalents at end of year</b>	<b><u>11,737,499</u></b>	<b><u>7,965,392</u></b>

# **UK Islamic Mission**

## **Notes to the Financial Statements**

**Year ended 31 March 2023**

### **1. General information**

The charity is a public benefit entity and a registered charity in England, Wales and Scotland and is unincorporated. The address of the principal office is 202 North Gower Street, London, NW1 2LY.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011, Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

### **3. Accounting policies**

#### **Debtors**

Debtors are stated at their net realisable value after allowing for bad and doubtful debts.

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### **Cash and bank**

Cash in hand includes all cash balances held by the branches as at the year end to be deposited into the bank just after the year end or to be used to cash payments. Whilst bank balance includes all balances held in all the bank accounts by all the branches as at the year end.

#### **Going concern**

There are no material uncertainties about the charity's ability to continue.

#### **Creditors**

All creditors are stated at their contractually agreed value in the accounts.

#### **Realised gains and losses**

All investments properties are valued by the trustees at the balance sheet date to their fair value. All realised gains and losses are accounted for in the financial year in the statement of financial activities.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2023

#### **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: Disclosures in respect of financial instruments have not been presented.

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Examples of these include the depreciation policy, the allocation of projects costs to the different funds.

#### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment. Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds. Non-distributable reserves are revaluation surpluses arising on the valuation of investment properties not sold.

#### **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2023

#### 3. Accounting policies *(continued)*

##### Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

##### Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

##### Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Development Costs                      -     20% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

##### Tangible assets

All fixed assets are initially recorded at cost. The Company, UK Islamic Mission, acts as a titleholder to the properties on behalf of this charity, and that the company acknowledges without reservation that the properties are beneficially owned by UK Islamic Mission charity. A few of the properties acquired many years ago are still in the name of the trustees, who were trustees at the time the properties were acquired. They are being transferred to the limited Company UK Islamic Mission.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2023

#### 3. Accounting policies *(continued)*

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold buildings	-	2% straight line
Long leasehold	-	1% straight line
Fixtures & Equipment	-	15% reducing balance
Motor Vehicles	-	25% straight line

##### Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

##### Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

### 3. Accounting policies *(continued)*

#### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

### 4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
<b>Donations</b>			
General Funds	6,797,705	–	6,797,704
All other Relief Funds	–	1,628,936	1,628,936
Orphans Project	–	562,916	562,916
Education Project	–	1,411,379	1,411,379
Qurbani Project	–	363,672	363,672
Food Program	–	208,502	208,502
Water Projects	–	310,994	310,994
Pakistan Relief	–	666,083	666,083
Health Project	–	39,558	39,558
Yemen Project	–	26,031	26,031
Community Centres	–	664,500	664,500
Palestine Project	–	49,561	49,562
	<u>6,797,705</u>	<u>5,932,132</u>	<u>12,729,837</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
<b>Donations</b>			
General Funds	7,306,448	–	7,306,445
All other Relief Funds	–	1,472,017	1,472,017
Orphans Project	–	488,194	488,194
Education Project	–	640,066	640,066
Qurbani Project	–	414,054	414,054
Food Program	–	335,330	335,330
Water Projects	–	300,496	300,496
Pakistan Relief	–	–	–
Health Project	–	85,963	85,963
Yemen Project	–	4,421	4,421
Community Centres	–	770,444	770,444
Palestine Project	–	326,790	326,793
	<u>7,306,448</u>	<u>4,837,775</u>	<u>12,144,223</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

### 5. Other trading activities

	Unrestricted Funds £	<b>Total Funds 2023 £</b>	Unrestricted Funds £	Total Funds 2022 £
Fundraising events	15,789	<b>15,789</b>	42,158	42,158

### 6. Investment income

	Unrestricted Funds £	<b>Total Funds 2023 £</b>	Unrestricted Funds £	Total Funds 2022 £
Income from investment properties	816,160	<b>816,160</b>	458,237	458,237
Bank interest receivable	320	<b>320</b>	1,359	1,359
	<u>816,480</u>	<u><b>816,480</b></u>	<u>459,596</u>	<u>459,596</u>

### 7. Other income

	Unrestricted Funds £	<b>Total Funds 2023 £</b>	Unrestricted Funds £	Total Funds 2022 £
Other income	—	<b>—</b>	18,112	18,112

## UK Islamic Mission

### Notes to the Financial Statements *(continued)*

**Year ended 31 March 2023**

#### 8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	<b>Total Funds 2023 £</b>
Education and Mosque	2,779,126	–	2,779,126
General Donations	340,888	–	340,888
Qurbani Project	–	361,223	361,223
Community Centres	–	392,925	392,925
Pakistan Relief Project	–	–	–
Health Project	–	–	–
Food Program	–	331,938	331,938
All Other Reliefs & Restricted Funds	–	723,286	723,286
Water Projects	–	176,511	176,511
Orphans Projects	–	169,224	169,224
Education Project	–	279,902	279,902
Pakistan Relief Project	–	522,998	522,998
Support costs	2,034,258	974,836	3,009,094
	<u>5,154,272</u>	<u>3,932,843</u>	<u>9,087,115</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Education and Mosque	2,460,065	–	2,460,065
General Donations	1,491,870	–	1,491,870
Qurbani Project	–	366,789	366,789
Community Centres	–	436,325	436,325
Yemen Project	–	140,139	140,139
Health Project	–	67,300	67,300
Food Program	–	102,057	102,057
All Other Reliefs & Restricted Funds	–	942,534	942,534
Water Projects	–	177,278	177,278
Orphans Projects	–	319,011	319,011
Education Project	–	455,570	455,570
Pakistan Relief Project	–	–	–
Support costs	1,132,136	1,044,149	2,176,285
	<u>5,084,071</u>	<u>4,051,152</u>	<u>9,135,223</u>

# UK Islamic Mission

## Notes to the Financial Statements (continued)

Year ended 31 March 2023

### 9. Expenditure on charitable activities by activity type

	Activities undertaken		Total funds 2023 £	Total fund 2022 £
	directly £	Support costs £		
Education and Mosque	2,779,126	1,825,110	<b>4,604,236</b>	3,374,410
General Donations	340,888	–	<b>340,888</b>	1,491,870
Qurbani Project	361,223	74,528	<b>435,751</b>	463,614
Community Centres	392,925	115,649	<b>508,574</b>	617,134
Yemen Project	–	–	–	216,843
Health Project	–	8,938	<b>8,938</b>	87,440
Food Program	331,938	73,184	<b>405,122</b>	180,814
All Other Reliefs & Restricted Funds	723,286	249,372	<b>972,658</b>	1,197,970
Water Projects	176,511	60,280	<b>236,791</b>	248,463
Orphans Projects	169,224	102,036	<b>271,260</b>	433,599
Education Project	279,902	98,932	<b>378,834</b>	605,275
Pakistan Relief Project	522,998	191,917	<b>714,915</b>	–
Governance costs	–	209,148	<b>209,148</b>	217,791
	<u>6,078,021</u>	<u>3,009,094</u>	<u><b>9,087,115</b></u>	<u>9,135,223</u>

### 10. Analysis of support costs

	Education & Mosque Project £	Qurbani Project £	Community Centres £	Food Program £	All Other Reliefs £	Water Project £
Staff costs	42,939	26,220	40,686	25,747	87,731	21,207
Premises	1,458,054	27,392	42,506	26,898	91,655	22,156
General office	284,311	15,571	24,162	15,290	52,101	12,595
Finance costs	39,806	5,345	8,295	5,249	17,885	4,322
Governance costs	209,148	–	–	–	–	–
	<u>2,034,258</u>	<u>74,528</u>	<u>115,649</u>	<u>73,184</u>	<u>249,372</u>	<u>60,280</u>

	Orphans Project £	Education Project £	Pakistan Relief Project £	Health Project £	Total 2023 £	Total 2022 £
Staff costs	35,897	34,805	67,518	3,145	<b>385,895</b>	458,059
Premises	37,503	36,362	70,538	3,285	<b>1,816,349</b>	1,035,037
General office	21,319	20,670	40,098	1,867	<b>487,984</b>	330,751
Finance costs	7,317	7,095	13,763	641	<b>109,718</b>	134,647
Governance costs	–	–	–	–	<b>209,148</b>	217,791
	<u>102,036</u>	<u>98,932</u>	<u>191,917</u>	<u>8,938</u>	<u><b>3,009,094</b></u>	<u>2,176,285</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2023

#### 11. Net gains on investments

	Unrestricted Funds	Total Funds 2023	Unrestricted Funds	Total Funds 2022
	£	£	£	£
Gains/(losses) on investment property	<u>243,798</u>	<u>243,798</u>	<u>414,680</u>	<u>414,680</u>

#### 12. Net income

Net income is stated after charging/(crediting):

	2023	2022
	£	£
Amortisation of intangible assets	<b>16,440</b>	16,800
Depreciation of tangible fixed assets	<b>819,693</b>	752,159
Fees payable for the audit of the financial statements	<u><b>12,500</b></u>	<u>10,950</u>

#### 13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	<b>2,144,677</b>	1,937,518
Social security costs	<b>125,283</b>	141,209
Employer contributions to pension plans	<b>24,778</b>	28,356
Other employee benefits	<b>7,632</b>	15,832
	<u><b>2,302,370</b></u>	<u>2,122,915</u>

The average head count of employees during the year was 86 (2022: 78). The average number of full-time equivalent employees during the year is analysed as follows:

	2023	2022
	No.	No.
Number of staff - Teachers	<b>40</b>	39
Number of staff - Admin	<b>26</b>	25
Number of staff - Imams	<b>20</b>	14
	<u><b>86</b></u>	<u>78</u>

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

#### 14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The charity has paid travelling expenses to attend meetings to one or more trustees. The total expenses paid in the year were £16,142 (2022: £5,576).

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2023

#### 15. Transfers between funds

The balances on the Qurbani project, Food Program and Pakistan Relief Project were in deficit due to the allocation of the fundraising costs. Consequently, the trustees decided to transfer sufficient funds from the general funds account to eliminate the deficit on these funds. This required a transfer of £48,834 into the Pakistan Relief Project, £41,705 into the Food Program and £5,783 into the Qurbani Project (2022: £638 into the Health project).

#### 16. Intangible assets

	<b>Development costs £</b>
<b>Cost</b>	
<b>At 1 April 2022 and 31 March 2023</b>	<b>83,400</b>
<b>Amortisation</b>	
At 1 April 2022	66,960
Charge for the year	16,440
<b>At 31 March 2023</b>	<b>83,400</b>
<b>Carrying amount</b>	
<b>At 31 March 2023</b>	<b>–</b>
At 31 March 2022	16,440

#### 17. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	<b>Total £</b>
<b>Cost</b>				
At 1 April 2022	34,776,755	2,632,733	4,230	<b>37,413,718</b>
Additions	1,336,687	329,406	–	<b>1,666,093</b>
<b>At 31 March 2023</b>	<b>36,113,442</b>	<b>2,962,139</b>	<b>4,230</b>	<b>39,079,811</b>
<b>Depreciation</b>				
At 1 April 2022	7,156,094	2,307,428	4,230	<b>9,467,752</b>
Charge for the year	721,486	98,207	–	<b>819,693</b>
<b>At 31 March 2023</b>	<b>7,877,580</b>	<b>2,405,635</b>	<b>4,230</b>	<b>10,287,445</b>
<b>Carrying amount</b>				
<b>At 31 March 2023</b>	<b>28,235,862</b>	<b>556,504</b>	<b>–</b>	<b>28,792,366</b>
At 31 March 2022	27,620,661	325,305	–	27,945,966

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2023**

### 18. Investments

	<b>Investment properties £</b>
<b>Cost or valuation</b>	
At 1 April 2022	3,256,202
Additions	–
Fair value movements	243,798
<b>At 31 March 2023</b>	<b><u>3,500,000</u></b>
<b>Impairment</b>	
<b>At 1 April 2022 and 31 March 2023</b>	
<b>Carrying amount</b>	
<b>At 31 March 2023</b>	<b><u>3,500,000</u></b>
At 31 March 2022	<u>3,256,202</u>

The above carrying amounts are recognised as follows:

	<b>Investment properties £</b>
<b>At 31 March 2023</b>	
Held at fair value	3,500,000
Held at historical cost less impairment	–
<b>At 31 March 2022</b>	
Held at fair value	3,256,202
Held at historical cost less impairment	–

#### **Investment properties**

Investment Properties have been valued as follows: -

- a. All the investment properties were valued at open market by the Trustees using an online tool.

### 19. Stocks

	<b>2023 £</b>	2022 £
Books for sale	<b><u>70,000</u></b>	<u>73,500</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2023

#### 20. Debtors

	2023	2022
	£	£
Loans Given	57,952	57,952
Gift aid receivable	886,673	986,644
	<u>944,625</u>	<u>1,044,596</u>

Debtors are stated at their net realisable value after allowing for bad and doubtful debts.

#### 21. Cash and cash equivalents

Cash in hand includes all cash balances held by the branches as at the year end to be deposited into the bank just after the year end or to be used to cash payments. Whilst bank balance includes all balances held in all the bank accounts by all the branches as at the year end.

#### 22. Creditors: amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	23,155	33,131
Social security and other taxes	12,255	2,789
Credit Card	13,208	2,410
3 <sup>rd</sup> Party Loans	1,656,433	1,643,116
	<u>1,705,051</u>	<u>1,681,446</u>

All creditors are stated at their contractually agreed value in the accounts.

#### 23. Pensions and other post-retirement benefits

##### Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £24,778 (2022: £28,356).

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2023**

### 24. Analysis of charitable funds

#### Unrestricted funds

	At 1 Apr 2022	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2023
	£	£	£	£	£	£
General funds	<u>32,620,436</u>	<u>7,629,974</u>	<u>(5,154,272)</u>	<u>(96,322)</u>	<u>243,798</u>	<u>35,243,614</u>

	At 1 Apr 2021	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2022
	£	£	£	£	£	£
General funds	<u>29,464,151</u>	<u>7,826,314</u>	<u>(5,084,071)</u>	<u>(638)</u>	<u>414,680</u>	<u>32,620,436</u>

#### Restricted funds

	At 1 Apr 2022	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2023
	£	£	£	£	£	£
	-	-	-	-	-	-
Food Program	154,915	208,502	(405,122)	41,705	-	-
Water Projects	75,784	310,994	(236,792)	-	-	<b>149,986</b>
Education Project	411,340	1,411,379	(378,834)	-	-	<b>1,443,885</b>
All Other						
Restricted Funds	4,655,911	1,628,932	(972,661)	185,541	-	<b>5,497,730</b>
Qurbani Project	66,296	363,673	(435,752)	5,783	-	-
Orphans Projects	339,228	562,917	(271,262)	-	-	<b>630,883</b>
Community						
Centres	186,792	664,500	(508,573)	-	-	<b>342,719</b>
Health Project	-	39,558	(8,938)	-	-	<b>30,620</b>
Yemen Project	-	26,031	-	(26,031)	-	-
Palestine Project	109,947	49,563	-	(159,510)	-	-
Pakistan Relief						
Project	-	666,083	(714,917)	48,834	-	-
	<u>6,000,213</u>	<u>5,932,132</u>	<u>(3,932,843)</u>	<u>96,322</u>	<u>-</u>	<u>8,095,824</u>

	At 1 Apr 2021	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2022
	£	£	£	£	£	£
	–	–	–	–	–	–
Food Program	399	335,330	(180,814)	–	–	154,915
Water Projects	23,751	300,496	(248,463)	–	–	75,784
Education Project	376,549	640,066	(605,275)	–	–	411,340
All Other						
Restricted Funds	4,292,716	1,472,017	(1,197,970)	89,148	–	4,655,911
Qurbani Project	115,856	414,054	(463,614)	–	–	66,296
Orphans Projects	284,633	488,194	(433,599)	–	–	339,228
Community						
Centres	33,482	770,444	(617,134)	–	–	186,792
Health Project	839	85,963	(87,440)	638	–	–
Yemen Project	84,727	4,421	–	(89,148)	–	–
Palestine Project	–	326,790	(216,843)	–	–	109,947
Pakistan Relief Project	–	–	–	–	–	–
	<u>5,212,952</u>	<u>4,837,775</u>	<u>(4,051,152)</u>	<u>638</u>	<u>–</u>	<u>6,000,213</u>

The purpose of each of the funds is as follows: -

**Qurbani Project** - This is the annual sacrifice of animals by Muslims worldwide as part of their religious requirement. The meat is then distributed to the poor people locally.

**Education Project** - Funds for the education of children, usually orphans who struggle to find support locally.

**Orphans Project** - Funds to provide for shelter, clothing and food for orphans worldwide.

**Community Centres** - to provide Community Centres, Mosques etc. wherever needed by the local community.

**Water Project** - Funds to provide water to those deprived by putting in wells etc, also clean water to others.

**Food Program** - Funds utilised to provide Food to all those deprived of this basic need.

**Pakistan Relief Project** - Funds utilised to provide Food, shelter and other basic needs to the Pakistan Flood victims.

**All Other Restricted Funds** - This comprises over 80 other restricted funds collected for various purposes - all related to removing human sufferings, provide shelter, clothing and food, clean water, education facilities, establish work for people to look after themselves.

During the year £281,863 (2022: £638) was transferred from unrestricted funds to restricted funds when the trustees agreed to make additional payments in respect of projects funded primarily from specific restricted funds.

During the year £26,031 (2022: £89,148) was transferred from restricted funds to unrestricted funds in respect of the Yemen project, and a further £159,510 (2022: £nil) was transferred from restricted funds to unrestricted funds in respect of the Palestine project. The transfers were made as the funds were originally misallocated, and have now been transferred to the correct funds.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

### 25. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Intangible assets	–	–	–
Tangible fixed assets	25,933,556	2,858,809	<b>28,792,365</b>
Investments	3,500,000	–	<b>3,500,000</b>
Current assets	7,515,109	5,237,015	<b>12,752,124</b>
Creditors less than 1 year	(1,705,051)	–	<b>(1,705,051)</b>
<b>Net assets</b>	<b>35,243,614</b>	<b>8,095,824</b>	<b>43,339,438</b>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Intangible assets	16,440	–	16,440
Tangible fixed assets	25,724,440	2,221,526	27,945,966
Investments	3,256,202	–	3,256,202
Current assets	5,304,801	3,778,687	9,083,488
Creditors less than 1 year	(1,681,447)	–	(1,681,447)
<b>Net assets</b>	<b>32,620,436</b>	<b>6,000,213</b>	<b>38,620,649</b>

### 26. Analysis of changes in net debt

	At 1 Apr 2022 £	Cash flows £	At 31 Mar 2023 £
Cash at bank and in hand	<u>7,965,392</u>	<u>3,772,107</u>	<u>11,737,499</u>

### 27. Related parties

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 102.

**THE UNITED KINGDOM ISLAMIC MISSION**

England & Wales - Charity number 250275

---

# Accounts

---

**UK Islamic Mission**  
**Financial Statements**  
**31 March 2022**

**Charity Number: 250275 England**  
**SC042499 Scotland**

**SHAIK & CO. LTD**  
Chartered accountants & statutory auditor  
1145 Oldham Road  
Newton Heath  
Manchester  
M40 2FU

**UK Islamic Mission**  
**Financial Statements**  
**Year ended 31 March 2022**

	<b>Page</b>
Trustees' annual report	<b>1</b>
Independent auditor's report to the members	<b>19</b>
Statement of financial activities	<b>24</b>
Statement of financial position	<b>25</b>
Statement of cash flows	<b>26</b>
Notes to the financial statements	<b>27</b>

# The United Kingdom Islamic Mission

## Trustees' Annual Report

Year ended 31 March 2022

The trustees present their report and the financial statements of the charity for the year ended 31 March 2022.

### Reference and administrative details

Registered charity name	The United Kingdom Islamic Mission
Charity registration number	250275
Principal office	202 North Gower Street London NW1 2LY

### The trustees

Dr. Hammad bin Zahid Lodhi  
Mr. Mohammad Sajjad Amin  
Dr. Muhammad Arif  
Mr. Mohammad Tayyab Raza Khan  
Mr. Ghufran Mehmood  
Mr. Mehfoozur Rahman Jawed  
Mr. Amjad Mujahid Janjua  
Mr. Asim Uddin  
Mr. Ubaid Ur Rahman Ahmed  
Mr. Abdul Hamid  
Mr. Maqsood Anwar  
Dr. Sadia Ahmad  
Mr. Waqar Ahmad  
Mr. Abdul Haq Mian  
Mr. Muhammad Imran Abbasi  
Dr. Fiaz Hussain  
Mr. Tariq Ali  
Mr. Muhammad Hussain Asghar  
Mr. Zia ul Haq  
Mr. Muhammad Iqbal  
Mr. Mohammed Saeed  
Mr. Muhammad Saeed  
Mr. Mohammad Malik

Auditor	Shaik & Co. Ltd Chartered accountants & statutory auditor 1145 Oldham Road Newton Heath Manchester M40 2FU
---------	---

Bankers	Barclays Bank Plc Business Banking Leicester LE87 2BB
---------	--

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Structure, governance, and management**

**Governing document**

The Charity was established in 1962 by a trust deed and is registered with the Charity Commission in England under the number 250275 and in Scotland under the number SC042499. The trust deed was amended by the members in November 1997, October 2001, April 2008, and November 2014.

The organization underwent additional changes to its structure, resulting in the development of a new constitution in 2021. This new constitution has been approved by the Charity Commission, although the organization is still in an interim phase as it transitions to the new set-up. As part of this new structure, the Charity has formally transitioned to a limited liability company, with a company registration number of 06611497 and a charity number of 1127246. This new entity will serve as the sole corporate trustee of the old UKIM Trust.

**Governing bodies**

The governing structure is highlighted in the constitution of the Charity. The Charity operates via the head office in London and its branches, which are established in many cities across the UK. The Charity is funded by a monthly subscription paid by its Members and Associate Members. Many of its sympathisers also donate to support local activities organised by the Charity. In addition, appeals for funds are also made through the Charity's network of mosques and Islamic centres. These appeals are organised by the central finance committee. The appeals the Charity make are for funding the range of Charity's activities, which are described in full below under the Activities heading.

The Charity is structured with a Board of Trustees, which is responsible for governing and making decisions for the organization. The Board of Trustees members are elected every three years by full members of the Charity. The Charity is further divided into four zones, each with its own zonal elected president. These zonal presidents represent their respective zonal branches and members on the Board of Trustees.

In addition to the zonal presidents, the Board of Trustees also includes directly elected members. These members are elected by their respective zone members on a proportional representation basis, with approximately one Board of Trustee member elected for every twenty-nine members. As of the present time, the Board of Trustees consists of 23 members, including 3 co-opted members.

The process for electing the national President is conducted directly by the membership through a secret ballot. Following the election, the President, in consultation with the Board of Trustees, appoints other office bearers such as the Senior Vice-President, Vice-President, Secretary General, Joint Secretary, and Treasurer.

To ensure that the Board of Trustees members fully comprehend their role as trustees and the associated duties and responsibilities, a day-long workshop is conducted shortly after the elections. It is intended that this process will be repeated every three years following national elections.

Moreover, zonal workshops are conducted annually for members and office bearers across branches. These workshops aim to assist in governance and compliance matters.

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

As a part of their wider commitment to improve governance and safeguarding at UKIM, particularly within the increased expectation on the charity sector, UKIM Trustees have embarked on a wide-ranging process of reviewing and identifying areas of improvement within UKIM's governance and departmental structure.

**New Structure – Executive Board**

As part of the aforementioned restructuring efforts, certain executive powers previously held by the Board of Trustees have been delegated to the newly established Executive Board. The Executive Board has been entrusted with the responsibility of overseeing the day-to-day operations of the organization, while ensuring the implementation of Board of Trustees plans. This has allowed the Board of Trustees to focus on long-term planning, governance, and compliance, with the aim of advancing the charitable objectives of the organization.

Additionally, several committees have been formed to aid in the organization's management, with minutes and action points from meetings shared with the Board of Trustees.

Furthermore, the organization is relocating its offices from London to Oldham, and we are currently in the process of recruiting additional staff in line with recommendations provided by our consultants who assisted us with the transition.

**Financial Controls**

The trustees endeavour to ensure that the funds and assets of the Charity are safeguarded through its financial controls. These controls are implemented by the finance committee, internal audit committee and overseen by the Board of Trustees, which receives financial reports. The membership also scrutinises the accounts in the annual gathering of members, which is held annually. The Charity works to review and develop its systems periodically to make improvements in its accounting procedures and financial controls in order to meet legal accounting obligations.

The charity has looked into the employee pay structure especially that of the mosque-based Imams (scholars) and set appropriate salaries based on prevailing employment laws and related guidelines from HMRC. Currently, the pay increases are performance based, and are reviewed periodically.

**Investment Powers and Restrictions**

The Charity does not invest in any deposit accounts, building society accounts, money market etc.

**Risk Management**

The Charity's Central Executive Committee has evaluated the key risks faced by the organization through a risk register, paying close attention to those pertaining to the Trust's operations and finances. The Committee is confident that sufficient checks and balances have been implemented and systems are in place to minimize the Charity's exposure to major risks. Additionally, the Central Administrative Committee is currently reviewing all of the organization's systems to identify areas for improvement and ensure that they are regularly updated.

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Objectives and activities**

The UK Islamic Mission primarily works to provide services and leadership to the Muslim community. The services are delivered through educational, youth, community, welfare, and relief projects. The Charity provides the following types of activities:

1. Education (e.g., evening and weekend supplementary schools for children), as well as making information about the Islamic faith freely available to those that wish to learn more about it.
2. International Relief operations (for natural disasters in different parts of the world, alleviating poverty and providing emergency relief, water, and hygiene programmes along with educational and orphan programmes, help for the needy. All funds collected locally are sent to the head office to be deposited into the head office account and distributed according to the policies.
3. Women empowerment programmes are provided to cater for the needs of women. This includes educational programmes, health programmes, language classes as well as excursions to help women progress.
4. Youth programmes are provide where we seek to empower our young people, inspire and motivate them, help raise aspirations and provide a sense of belonging, which in turn helps these young people become good upstanding, citizens, members of society and the communities they live in.
5. Helping those in need here in the UK by working to build stronger, more responsible, and caring communities through its charitable projects, ultimately contributing to making a better Britain.
6. Spiritual Development by helping our members develop a holistic understanding of their faith.
7. Building better community relations through the projects listed above but also working in our respective localities to build better networks through meetings, events, and programmes such as inter-faith events.

When planning the activities for the year, the charity has considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on charities for the advancement of religion for the public benefit. The beneficiaries of the charity are varied greatly. A large focus is on the members of the Muslim community as well as local institutions though not exclusively and those in need around the world. Members of the wider communities are also assisted by way of our projects. Mosque facilities are provided for the community and cater for their spiritual, moral, and social needs.

The charity has direct contact with Muslim communities throughout the UK. It makes use of these contacts to listen to and understand the issues, concerns, and problems of these communities. The charity endeavours to respond to the points raised by the communities by identifying projects, acquiring necessary resources including the raising of funds to run these projects.

These activities of the charity are not confined to England only but also cover Scotland and Wales. In Scotland the charity has two main branches in Glasgow (North and South Glasgow) and a small centre in Airdrie providing the above facilities. An example of expansion and renewal has been the West London Islamic Centre in London which was redeveloped over the two years to meet the increased demands of the local community. In Wales, the charity has a centre in Cardiff which caters for the needs of the local community as well as a newly purchased centre in Haverford West.

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Achievements and performance**

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities, summarised below, provide benefit both to those who worship at our Mosques or use our centres throughout the UK and the wider community in the UK. Over the years the Charity has been working steadily towards achieving its objectives. Success is measured from project reports, accounts, meeting project management teams, annual members meetings as well as through meetings with community members such as parents and with those who benefit from the projects. The centres that have been established throughout the country serve as places for congregational prayers, study of Islam, education of children and youth, raising funds for various projects based in the UK as well welfare and relief projects internationally too, community events such as health events and interfaith gatherings, lectures, and indoor sports. In many of the branches of the charity, improvement, redevelopment, and capacity expansion building work is undergoing.

With the generous help of donors, UKIM delivered a range of projects benefitting hundreds of thousands of people in need across 17 countries. These included Sierra Leone, Somalia, Kenya, Yemen, Djibouti, Ethiopia, Pakistan, Palestine, Lebanon, Bosnia, Albania, India, Bangladesh, Myanmar, Nepal, Sri Lanka, and the UK.

In the UK, branches offer food for the needy, some by way of foodbanks at their centres and others as periodical donations via partners such as local homeless charities. We raised funds for MacMillan Cancer Support, organised community litter picks, arranged for volunteers to assist in our projects, provided thousands of hot meals, winter kits to the needy and homeless, helped raise aspirations for our young children in socially deprived areas, delivered seminars online and in person for the community, distributed over 100,000 face masks during Covid, raised awareness of fostering in our communities.

Internationally, the Charity focused on high priority areas in line with Sustainable Development Goals (SDGs): During the current period, the UK and rest of the world faced the COVID-19 pandemic, the Charity launched a COVID-19 Emergency Fund to provide support to a number of projects responding to the crisis across the globe.

In 2021-2022 UKIM delivered 120 projects in several countries varying from water and sanitation, health care, seasonal food programmes, winter, emergency responses, education, profile-based projects, general development initiatives, and livelihood projects.

Following is the snapshot of major projects carried out under different categories:

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Emergency Response 2021/22:**

- Delivered an emergency response projects in Baluchistan, Pakistan targeting vulnerable families affected by an earthquake.
- Humanitarian aid projects delivered in Gaza, Palestine where a total of 20,640 beneficiaries benefited from the emergency response.



**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Seasonal Food Programme:**

- UKIM's food security initiative focused on establishing bread factories in Yemen and Palestine and providing emergency food support to vulnerable families in Pakistan. A total number of 8,256 beneficiaries were supported by this programme in 2021/22.



- UKIM conducts the seasonal food programme throughout the year targeting the most vulnerable people around the world. During this year UKIM delivered 22 projects in 17 countries, providing food packs and fresh produce and meat, as well as cooked meals. A total number of 165,405 beneficiaries benefited from this programme.



**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Winter Response:**

- Provided winter relief- reached over 19,735 beneficiaries in several countries, provided warm clothing, food, fuel, and blankets etc.



**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

Profile-Based (individual sponsorship) Programmes 2021/22:

- All profile-based projects were delivered successfully- community centres, water wells, water hand pumps, and child sponsorship.



## UK Islamic Mission

### Trustees' Annual Report

Year ended 31 March 2022

- UKIM's WASH programmes – UKIM has reached over 97,759 individuals in different countries and provided access to clean, and safe drinking water. For example, installed solar-powered water systems in Somalia and Yemen; water hand pumps in Bangladesh, India, and Pakistan; water treatment plants for Syrian refugees in Lebanon, etc.



- Through the child sponsorship programmes, UKIM has reached approximately 3,048 children: delivering projects comprising of orphan and education sponsorships, healthcare, and supporting children with disabilities. These projects were based in 7 different countries. UKIM regards the safeguarding of vulnerable children as a humanitarian priority. UKIM's sponsorship covers the provision of all basic needs such as food, shelter, clothing, and education.

#### General and livelihood programmes across the Middle East/South Asia/Africa 2021/22

- Provided Livelihood Opportunities for Families via Olive and Citrus Tress Cultivation, as well as Beekeeping in Gaza, Palestine.
- Supported Small Businesses by Providing Interest-Free Loans & Grants in Gaza, Palestine.

# UK Islamic Mission

## Trustees' Annual Report

Year ended 31 March 2022

- These projects helped over 670 beneficiaries to improve their socioeconomic conditions in Gaza, Palestine.
- Under the social support programmes, UKIM has provided skill development training to widow. women, youth and street children in Pakistan, Palestine, and Syrian refugees in Lebanon. A total of 3,510 beneficiaries benefited from these activities.



- UKIM has helped vulnerable families to build and rebuild houses in Gaza, Palestine, and Sri Lanka, 237 beneficiaries benefited from these shelter projects.



## UK Islamic Mission

### Trustees' Annual Report

Year ended 31 March 2022

- UKIM has also carried out a good number of healthcare projects in Pakistan, Palestine, Sri Lanka and Lebanon, a total of 10 different projects carried out from which 25,906 beneficiaries directly benefited.
- Education: Facilitation of education by expanding structures and constructing new education institutes and improving existing facilities in Pakistan, Palestine, and Yemen. UKIM also provided school kits and solar lanterns to children in Gaza & Syrian refugees in Lebanon. UKIM supported higher education by providing scholarship for students who came from disadvantaged families in Pakistan. Furthermore, UKIM has also sponsored several school projects, 6 of which that have a high number of minority students, supporting 'education for all'. Through these education programmes, UKIM made a positive difference to the lives of 26,287 children.



# UK Islamic Mission

## Trustees' Annual Report

Year ended 31 March 2022

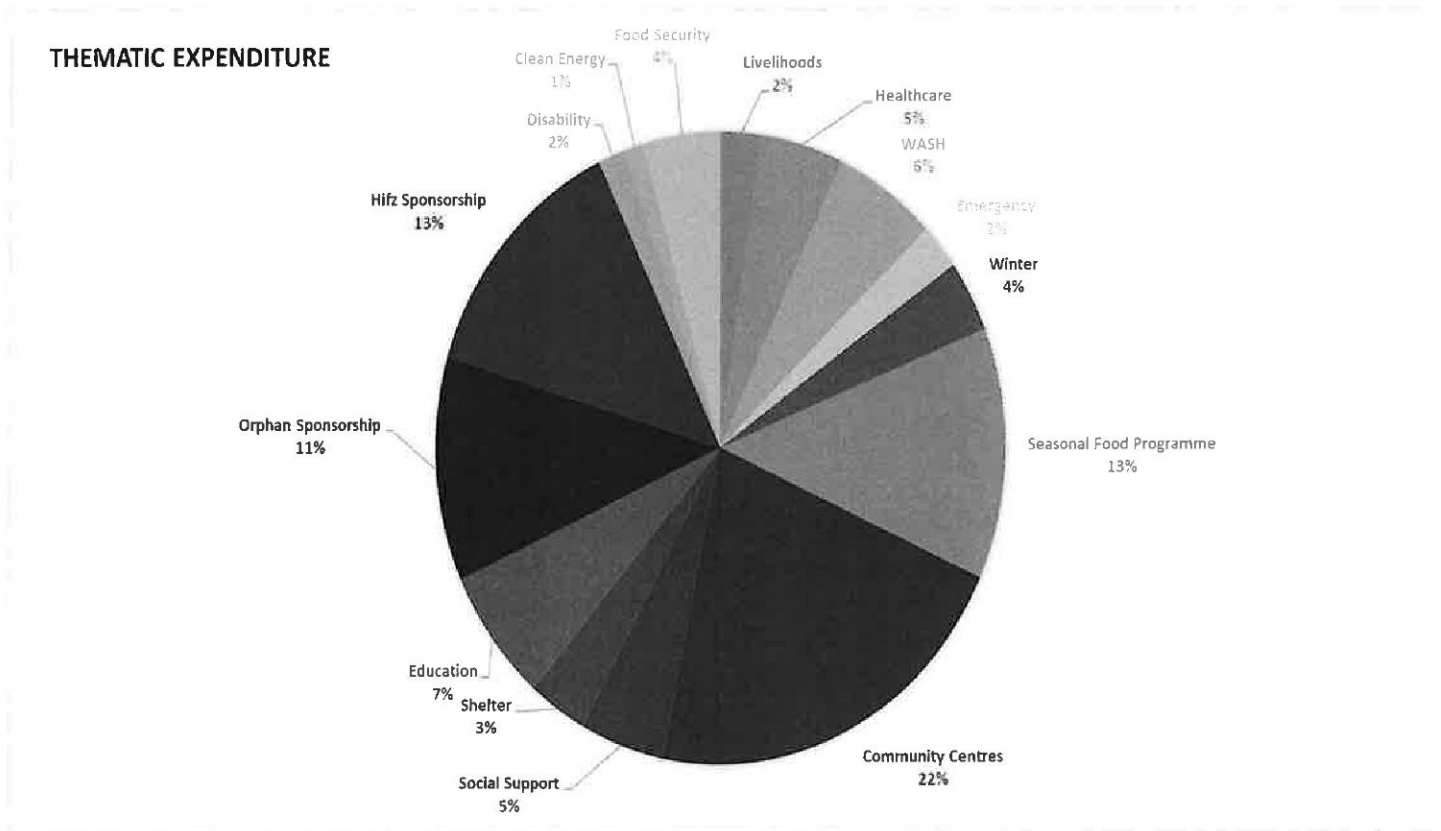
- UKIM also helped families and communities with the provision of sustainable energy by installing solar panels at homes and community centres in Palestine and Lebanon, a total of 2,084 beneficiaries benefited from these projects.



**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

Project Type	Beneficiaries	Thematic Expenditure	Thematic Beneficiaries
Livelihoods	670	2%	0%
Healthcare	25906	5%	6%
WASH	97759	6%	24%
Emergency	20640	2%	5%
Winter	19735	4%	5%
Seasonal Food Programme	165405	13%	40%
Community Centres	37891	21%	9%
Social Support	3510	5%	1%
Shelter	237	3%	0%
Education	26287	7%	6%
Orphan Sponsorship	1149	11%	0%
Hifz Sponsorship	1499	13%	0%
Disability	117	2%	0%
Clean Energy	2084	1%	1%
Food Security	8265	4%	2%
<b>TOTAL</b>	<b>411154</b>		

Figure 1: Thematic area wise resource distribution:



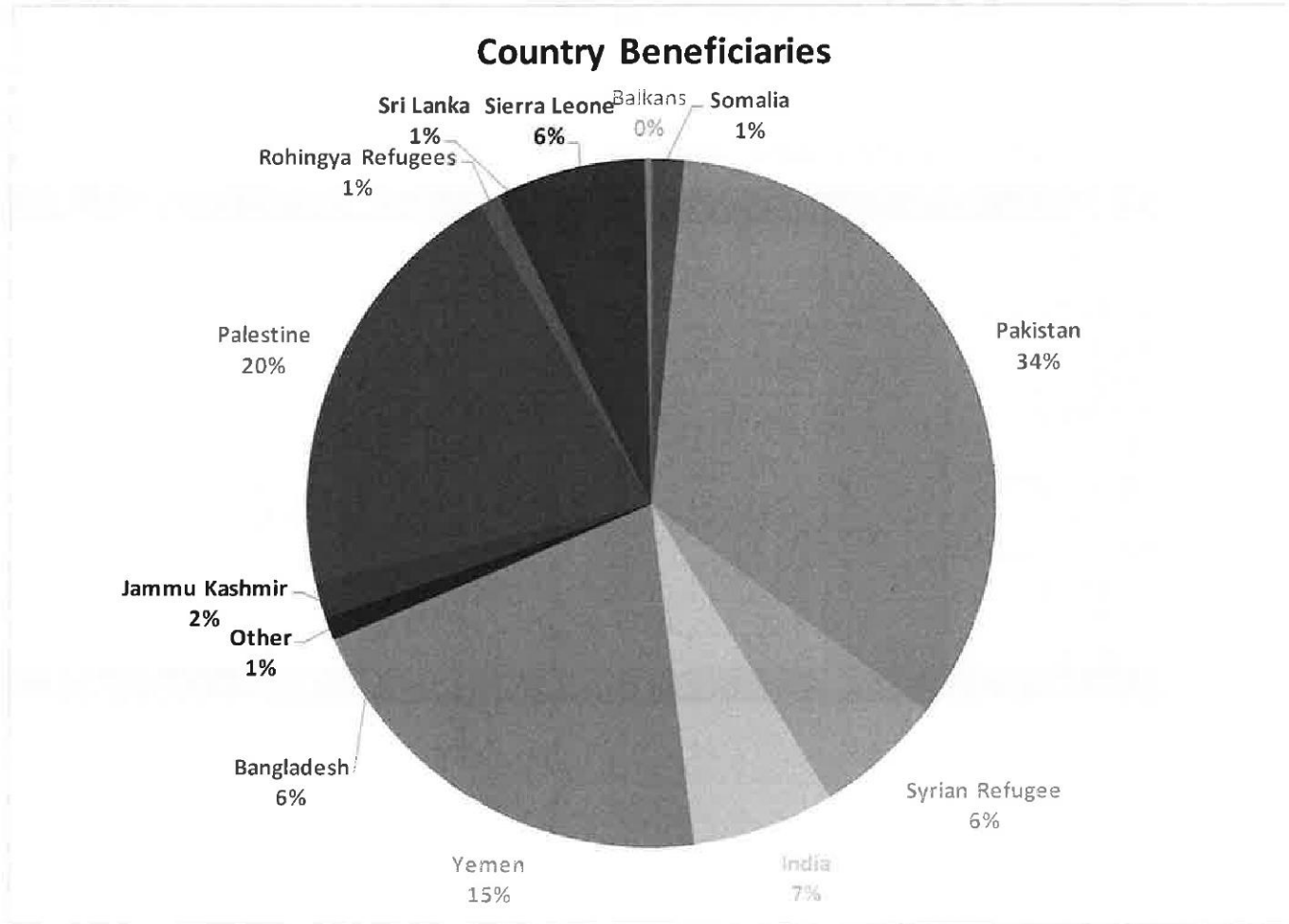
**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

UKIM has helped 411,154 beneficiaries through different development and emergency projects across 17 countries.

Figure 2: Country wise beneficiaries' distribution:

Country	Beneficiaries	Country Expenditure	Country Beneficiaries
Somalia	6027	2%	1%
Pakistan	139140	26%	34%
Syrian Refugee	24715	7%	6%
India	27439	3%	7%
Yemen	59881	7%	15%
Bangladesh	24755	4%	6%
Other	4,395	0%	1%
Jammu Kashmir	7145	1%	2%
Palestine	83187	39%	20%
Rohingya Refugees	4185	1%	1%
Sri Lanka	4127	1%	1%
Sierra Leone	24702	9%	6%
Balkans	1456	1%	0%
	411154		

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**



With the achievement made during the year, the trustees consider that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Financial review**

The results for the year ended 31st March 2022 are presented in the Statement of Financial Activities on page 20. In the 2021-22 financial year, re-opening of centres after National Lockdown, and resuming of normal operations has resulted strong overall growth of 49.4% (operational activities 45.7%) as compared to decrease in income 17.28% in 2020-2021. The total income generated was £12,664,089 (2021: £8,478,396). This growth enables the charity to support more beneficiaries by additional spend of 18.2% as compares to last year. The total expenditure during the year 2022 was £9,135,223 (2021: £7,726,356).

The Statement of Financial Activities shows an overall surplus for the year ended 31st March 2022 of £3,943,546 (2021: £753,040) representing investment income of £549,596 (2021: £132,351), net gain on investments of £ NIL (2021: £1,000) and a surplus on charitable activities of £2,176,285 (2021: £619,689). The Trustees were therefore pleased and satisfied with this progress.

**Reserves Policy**

The Reserves Policy of the charity is threefold: one, to hold funds for the working capital purposes and a contingency for unforeseen eventualities; two, to reflect the net book value of fixed assets; and three, to reflect the funds held for restricted funds pending completion of the various restricted funds projects. As of 31st March 2022, the charity's total reserves were £38,620,649 (2021: £34,677,103), comprising the unrestricted general funds of £32,620,436 (2021: £29,464,151) and the Restricted Funds of £6,000,213 (2021: £5,212,952). The target of the charity is General Funds to be maintain at a level to cover four months' expenditure of the normal operations of the charity.

The trustees wish to continue to raise surpluses so that the General Fund meets this target. The Restricted funds reserves comprises of funds collected for specific purposes and not yet expended due to the long-term nature of the restricted projects and the non-distributable reserves arising from the revaluation of Investments properties. All funds received for any relief or disasters following an advertising campaign are allocated to the restricted funds. These are then utilised only against those specific purposes. Even if the Charity is unable to utilise them in a particular period, then the funds are kept separately in a bank account until they are fully utilised for those specific purposes. All other funds collected are allocated to general fund and utilised as such by the central executive committee. There are funds, which are held in Charity's branch accounts for development and maintenance but can be used by the charity during emergency for relief and operational activities. It is a policy of the Charity that any shortfall in the restricted funds will be covered from the General funds.

**Grant Making Policy**

The Charity invites applications for funding of projects through its mosques and general publicity. The distribution committee receives the applications. The applications are then vetted against the criteria and objectives of the governing document, references and credentials are checked before the committee decides to fund a particular project and the level of funding to be given. The administration committee may call individuals for interviews before approving any applications.

**UK Islamic Mission**  
**Trustees' Annual Report**  
**Year ended 31 March 2022**

**Voluntary Help**

The Charity wishes to acknowledge the help of numerous volunteers in each and every town and city where it has a centre or a Mosque for their ceaseless efforts in furthering the cause of the Charity such as raising funds, helping with the education of the children, with organising meetings, fundraising events, and with the day-to-day operations of the Charity at the local levels. Without their help the Charity would not have achieved the results it has so far achieved.

**Trustees' responsibilities statement**

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the applicable Charities SORP.
- Make judgments and accounting 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.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust Deed. 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' annual report was approved on 31 December 2022 and signed on behalf of the board of trustees by:



Mr Mohammad Sajjad Amin  
General Secretary

# **UK Islamic Mission**

## **Independent Auditor's Report to the Members of UK Islamic Mission**

**Year ended 31 March 2022**

### **Opinion**

We have audited the financial statements of UK Islamic Mission (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 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;
- have been prepared in accordance with the requirements of the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

### **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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

# UK Islamic Mission

## Independent Auditor's Report to the Members of UK Islamic Mission *(continued)*

Year ended 31 March 2022

### Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; 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.

### Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

# UK Islamic Mission

## Independent Auditor's Report to the Members of UK Islamic Mission *(continued)*

Year ended 31 March 2022

### Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to include the Charities Act 2011. In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

## UK Islamic Mission

### Independent Auditor's Report to the Members of UK Islamic Mission *(continued)*

#### Year ended 31 March 2022

- We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.
- We examined the company's regulatory and legal correspondence and discussed with management any known or suspected instances of fraud or non-compliance with laws and regulations.
- We incorporated an element of unpredictability in the selection of the nature, timing, and extent of our audit procedures.
- Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above.
- Using our general commercial and sector experience and through discussions with management, we identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements as well as those arising from management's own assessment of the risks that irregularities may occur either because of fraud or error.
- The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We considered the extent to which the audit was considered capable of detecting irregularities: 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 from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

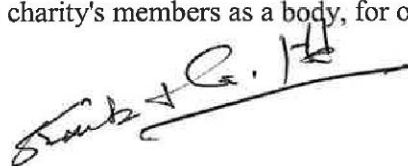
A further description of our responsibilities is available on the FRC's website at:

<https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/descriptionof-the-auditor%E2%80%99s-responsibilities-for>

This description forms part of our auditor's report.

## Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act, and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in black ink, appearing to read 'Shaik & Co. Ltd', written over a horizontal line.

1145 Oldham Road  
Newton Heath  
Manchester  
M40 2FU

Shaik & Co. Ltd  
Chartered accountants & statutory auditor

27 July 2023

# UK Islamic Mission

## Statement of Financial Activities

Year ended 31 March 2022

		2022	2021		
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
<b>Income and endowments</b>					
Donations and legacies	4	7,306,448	4,837,775	<b>12,144,223</b>	8,335,695
Other trading activities	5	42,158	–	<b>42,158</b>	10,347
Investment income	6	459,596	–	<b>459,596</b>	132,351
Other income	7	18,112	–	<b>18,112</b>	–
<b>Total income</b>		<u>7,826,314</u>	<u>4,837,775</u>	<u><b>12,664,089</b></u>	<u>8,478,393</u>
<b>Expenditure</b>					
Expenditure on charitable activities	8,9	(5,084,071)	(4,051,152)	<b>(9,135,223)</b>	(7,726,353)
<b>Total expenditure</b>		<u>(5,084,071)</u>	<u>(4,051,152)</u>	<u><b>(9,135,223)</b></u>	<u>(7,726,353)</u>
Net gains on investments	11	414,680	–	<b>414,680</b>	1,000
<b>Net income</b>		<u>3,156,923</u>	<u>786,623</u>	<u><b>3,943,546</b></u>	<u>753,040</u>
Transfers between funds		(638)	638	–	–
<b>Net movement in funds</b>		<u>3,156,285</u>	<u>787,261</u>	<u><b>3,943,546</b></u>	<u>753,040</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		<u>29,464,151</u>	<u>5,212,952</u>	<u><b>34,677,103</b></u>	33,924,063
<b>Total funds carried forward</b>		<u>32,620,436</u>	<u>6,000,213</u>	<u><b>38,620,649</b></u>	<u>34,677,103</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 27 to 42 form part of these financial statements.

**UK Islamic Mission**  
**Statement of Financial Position**  
**31 March 2022**

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Intangible assets	16	16,440	33,240
Tangible fixed assets	17	27,945,966	27,465,770
Investments	18	<u>3,256,202</u>	<u>2,271,500</u>
		<b>31,218,608</b>	<b>29,770,510</b>
<b>Current assets</b>			
Stocks	19	73,500	70,000
Debtors	20	1,044,595	1,152,471
Cash at bank and in hand		<u>7,965,392</u>	<u>5,377,154</u>
		<b>9,083,487</b>	<b>6,599,625</b>
<b>Creditors: amounts falling due within one year</b>	<b>22</b>	<u><b>1,681,446</b></u>	<u><b>1,693,032</b></u>
<b>Net current assets</b>		<u><b>7,402,041</b></u>	<u><b>4,906,593</b></u>
<b>Total assets less current liabilities</b>		<u><b>38,620,649</b></u>	<u><b>34,677,103</b></u>
<b>Net assets</b>		<u><u><b>38,620,649</b></u></u>	<u><u><b>34,677,103</b></u></u>
<b>Funds of the charity</b>			
Restricted funds		6,000,213	5,212,952
Unrestricted funds		<u>32,620,436</u>	<u>29,464,151</u>
<b>Total charity funds</b>	<b>24</b>	<u><u><b>38,620,649</b></u></u>	<u><u><b>34,677,103</b></u></u>

These financial statements were approved by the board of trustees and authorised for issue on 27 July 2023, and are signed on behalf of the board by:



Mr. Tayyab Raza Khan  
Trustee

**The notes on pages 27 to 42 form part of these financial statements.**

**UK Islamic Mission**  
**Statement of Cash Flows**  
**Year ended 31 March 2022**

	2022 £	2021 £
<b>Cash flows from operating activities</b>		
Net income	3,943,546	753,040
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	752,159	715,384
Amortisation of intangible assets	16,800	16,800
Net gains on investments	(414,680)	(1,000)
Dividends, interest and rents from investments	(458,237)	(131,083)
Other interest receivable and similar income	(1,359)	(1,268)
Accrued expenses	2,190	15,674
<i>Changes in:</i>		
Stocks	(3,500)	(5,000)
Trade and other debtors	107,875	(527,139)
Trade and other creditors	(13,776)	2,723
Cash generated from operations	<u>3,931,018</u>	<u>838,131</u>
Interest received	<u>1,359</u>	<u>1,268</u>
Net cash from operating activities	<u>3,932,377</u>	<u>839,399</u>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	458,237	131,083
Purchase of tangible assets	(1,431,914)	(1,101,637)
Purchases of other investments	(370,462)	-
Net cash used in investing activities	<u>(1,344,139)</u>	<u>(970,554)</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>2,588,238</b>	<b>(131,155)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>5,377,154</b>	<b>5,508,309</b>
<b>Cash and cash equivalents at end of year</b>	<b><u>7,965,392</u></b>	<b><u>5,377,154</u></b>

The notes on pages 27 to 42 form part of these financial statements.

# **UK Islamic Mission**

## **Notes to the Financial Statements**

**Year ended 31 March 2022**

### **1. General information**

The charity is a public benefit entity and a registered charity in England, Wales and Scotland and is unincorporated. The address of the principal office is 202 North Gower Street, London, NW1 2LY.

### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011, Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

### **3. Accounting policies**

#### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling rounded to the nearest pound., which is the functional currency of the entity.

#### **Debtors**

Debtors are stated at their net realisable value after allowing for bad and doubtful debts.

#### **Cash and bank**

Cash in hand includes all cash balances held by the branches as at the year-end to be deposited into the bank just after the year end or to be used to cash payments. Whilst bank balance includes all balances held in all the bank accounts by all the branches as at the year end.

#### **Going concern**

There are no material uncertainties about the charity's ability to continue.

#### **Creditors**

All creditors are stated at their contractually agreed value in the accounts.

#### **Realised gains and losses**

All investments properties are valued by the trustees at the balance sheet date to their fair value. All realised gains and losses are accounted for in the financial year in the statement of financial activities.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2022

#### **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: Disclosures in respect of financial instruments have not been presented.

#### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Examples of these include the depreciation policy, the allocation of projects costs to the different funds.

The estimates and judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in future financial years are as follows:

- Valuation of investment property at fair value
- Estimated economic lives of tangible fixed assets and their residual values
- Estimates of impairments of assets

#### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment. Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds. Non-distributable reserves are revaluation surpluses arising on the valuation of investment properties not sold.

#### **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2022

#### 3. Accounting policies *(continued)*

##### Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

##### Intangible assets

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

##### Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Development Costs                      -     20% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

##### Tangible fixed assets

All fixed assets are initially recorded at cost. The Company, UK Islamic Mission, acts as a titleholder to the properties on behalf of this charity, and that the company acknowledges without reservation that the properties are beneficially owned by UK Islamic Mission charity. A few of the properties acquired many years ago are still in the name of the trustees, who were trustees at the time the properties were acquired. They are being transferred to the limited Company UK Islamic Mission.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2022

#### 3. Accounting policies *(continued)*

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% straight line
Long leasehold	-	1% straight line
Fixtures & Equipment	-	15% straight line
Motor Vehicles	-	25% straight line

##### Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2022**

### 3. Accounting policies *(continued)*

#### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

### 4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
<b>Donations</b>			
General Funds	7,306,448	–	7,306,445
All other Relief Funds	–	1,472,017	1,472,017
Orphans Project	–	488,194	488,194
Education Project	–	640,066	640,066
Qurbani Project	–	414,054	414,054
Food Program	–	335,330	335,330
Water Projects	–	300,496	300,496
Health Project	–	85,963	85,963
Yemen Project	–	4,421	4,421
Community Centres	–	770,444	770,444
Palestine Project	–	326,790	326,793
	7,306,448	4,837,775	12,144,223

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
<b>Donations</b>			
General Funds	4,891,960	–	4,891,961
All other Relief Funds	–	432,979	432,979
Orphans Project	–	457,125	457,125
Education Project	–	591,948	591,948
Qurbani Project	–	482,994	482,994
Food Program	–	305,273	305,273
Water Projects	–	327,292	327,292
Health Project	–	35,684	35,684
Yemen Project	–	190,837	190,837
Community Centres	–	619,603	619,602
Palestine Project	–	–	–
	4,891,960	3,443,735	8,335,695

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2022**

**5. Other trading activities**

	Unrestricted Funds	<b>Total Funds 2022</b>	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Fundraising events	42,158	<b>42,158</b>	10,347	10,347

**6. Investment income**

	Unrestricted Funds	<b>Total Funds 2022</b>	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Income from investment properties	458,237	<b>458,237</b>	131,083	131,083
Bank interest receivable	1,359	<b>1,359</b>	1,268	1,268
	<u>459,596</u>	<u><b>459,596</b></u>	<u>132,351</u>	<u>132,351</u>

**7. Other income**

	Unrestricted Funds	<b>Total Funds 2022</b>	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Other income	18,112	<b>18,112</b>	—	—

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2022**

### 8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Education and Mosque	2,460,065	–	2,460,065
General Donations	1,491,870	–	1,491,870
Qurbani Project	–	366,789	366,789
Community Centres	–	436,325	436,325
Palestine Refugees Project	–	140,139	140,139
Health Project	–	67,300	67,300
Food Program	–	102,057	102,057
All Other Reliefs & Restricted Funds	–	942,534	942,534
Water Projects	–	177,278	177,278
Orphans Projects	–	319,011	319,011
Education Project	–	455,570	455,570
Yemen Project	–	–	–
Support costs	1,132,136	1,044,149	2,176,285
	<u>5,084,071</u>	<u>4,051,152</u>	<u>9,135,223</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Education and Mosque	2,155,682	–	2,155,682
General Donations	936,430	–	936,430
Qurbani Project	–	401,737	401,737
Community Centres	–	573,985	573,985
Palestine Refugees Project	–	–	–
Health Project	–	60,207	60,207
Food Program	–	361,402	361,402
All Other Reliefs & Restricted Funds	–	322,313	322,313
Water Projects	–	216,935	216,935
Orphans Projects	–	268,210	268,210
Education Project	–	408,952	408,952
Yemen Project	–	109,509	109,509
Support costs	889,578	1,021,413	1,910,991
	<u>3,981,690</u>	<u>3,744,663</u>	<u>7,726,353</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2022**

### 9. Expenditure on charitable activities by activity type

	Activities undertaken		Total funds 2022 £	Total fund 2021 £
	directly £	Support costs £		
Education and Mosque	2,460,065	914,345	<b>3,374,410</b>	2,885,045
General Donations	1,491,870	–	<b>1,491,870</b>	936,430
Qurbani Project	366,789	96,825	<b>463,614</b>	537,842
Community Centres	436,325	180,809	<b>617,134</b>	760,407
Palestine Refugees Project	140,139	76,704	<b>216,843</b>	–
Health Project	67,300	20,140	<b>87,440</b>	70,943
Food Program	102,057	78,757	<b>180,814</b>	453,160
All Other Reliefs & Restricted Funds	942,534	255,436	<b>1,197,970</b>	448,682
Water Projects	177,278	71,185	<b>248,463</b>	314,321
Orphans Projects	319,011	114,588	<b>433,599</b>	405,708
Education Project	455,570	149,705	<b>605,275</b>	587,031
Yemen Project	–	–	–	166,569
Governance costs	–	217,791	<b>217,791</b>	160,215
	<u>6,958,938</u>	<u>2,176,285</u>	<u><b>9,135,223</b></u>	<u>7,726,353</u>

### 10. Analysis of support costs

	Education & Mosque Project £	Qurbani Project £	Community Centres £	Food Program £	All Other Reliefs £	Water Project £
Staff costs	88,721	34,249	63,956	27,858	90,353	25,179
Premises	701,524	30,927	57,752	25,156	81,589	22,738
General office	124,100	19,163	35,785	15,587	50,555	14,089
Finance costs	–	12,486	23,316	10,156	32,939	9,179
Governance costs	217,791	–	–	–	–	–
	<u>1,132,136</u>	<u>96,825</u>	<u>180,809</u>	<u>78,757</u>	<u>255,436</u>	<u>71,185</u>

	Orphans Project £	Education Project £	Health Project £	Palestine Refugees Project £	Total 2022 £	Total 2021 £
Staff costs	40,532	52,954	7,124	27,133	<b>458,059</b>	402,773
Premises	36,601	47,817	6,433	24,500	<b>1,035,037</b>	822,352
General office	22,679	29,629	3,985	15,179	<b>330,751</b>	247,193
Finance costs	14,776	19,305	2,598	9,892	<b>134,647</b>	278,459
Governance costs	–	–	–	–	<b>217,791</b>	160,215
	<u>114,588</u>	<u>149,705</u>	<u>20,140</u>	<u>76,704</u>	<u><b>2,176,285</b></u>	<u>1,910,992</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2022

#### 11. Net gains on investments

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Gains/(losses) on investment property	414,680	<b>414,680</b>	1,000	1,000

#### 12. Net income

Net income is stated after charging/(crediting):

	2022	2021
	£	£
Amortisation of intangible assets	16,800	16,800
Depreciation of tangible fixed assets	752,159	715,384
Fees payable for the audit of the financial statements	<b>10,950</b>	9,500

#### 13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	1,937,518	1,672,861
Social security costs	141,209	102,631
Employer contributions to pension plans	28,356	22,234
Other employee benefits	15,832	8,383
	<b>2,122,915</b>	1,806,109

The average head count of employees during the year was 78 (2021: 80). The average number of full-time equivalent employees during the year is analysed as follows:

	2022	2021
	No.	No.
Number of staff - Teachers	39	39
Number of staff - Admin	25	14
Number of staff - Imams	14	27
	<b>78</b>	80

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

#### 14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The charity has paid travelling expenses to attend meetings to one or more trustees. The total expenses paid in the year were £5,576 (2021: £2,500).

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2022

#### 15. Transfers between funds

The balance on the Health project was in deficit due to the allocation of the fundraising costs. Consequently, the trustees decided to transfer sufficient funds from the general funds account to eliminate the deficit on this fund. This required a transfer of £638 (2021: £145,000 into the Food program and £22,000 into the Health project).

#### 16. Intangible assets

	Development costs £
<b>Cost</b>	
At 1 April 2021 and 31 March 2022	<u>83,400</u>
<b>Amortisation</b>	
At 1 April 2021	50,160
Charge for the year	<u>16,800</u>
At 31 March 2022	<u>66,960</u>
<b>Carrying amount</b>	
At 31 March 2022	<u>16,440</u>
At 31 March 2021	<u>33,240</u>

The charity incurred these costs in setting up a new website for donors to make their donations and specify the nature of their donations. This website is expected to serve the charity for at least 5 years. Hence the costs have been capitalised.

#### 17. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 April 2021	33,686,651	2,490,482	4,230	<b>36,181,363</b>
Additions	1,289,663	142,251	–	<b>1,431,914</b>
Transfers	(199,559)	–	–	<b>(199,559)</b>
At 31 March 2022	<u>34,776,755</u>	<u>2,632,733</u>	<u>4,230</u>	<u><b>37,413,718</b></u>
<b>Depreciation</b>				
At 1 April 2021	6,461,342	2,250,021	4,230	<b>8,715,593</b>
Charge for the year	694,752	57,407	–	<b>752,159</b>
At 31 March 2022	<u>7,156,094</u>	<u>2,307,428</u>	<u>4,230</u>	<u><b>9,467,752</b></u>
<b>Carrying amount</b>				
At 31 March 2022	<u>27,620,661</u>	<u>325,305</u>	<u>–</u>	<u><b>27,945,966</b></u>
At 31 March 2021	<u>27,225,309</u>	<u>240,461</u>	<u>–</u>	<u><b>27,465,770</b></u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2022**

### 18. Investments

	<b>Investment properties £</b>
<b>Cost or valuation</b>	
At 1 April 2021	2,271,500
Additions	370,462
Fair value movements	414,680
Transfers from tangible fixed assets	199,560
<b>At 31 March 2022</b>	<u><b>3,256,202</b></u>
<b>Impairment</b>	
<b>At 1 April 2021 and 31 March 2022</b>	
<b>Carrying amount</b>	
<b>At 31 March 2022</b>	<u><b>3,256,202</b></u>
At 31 March 2021	<u>2,271,500</u>

The above carrying amounts are recognised as follows:

	<b>Investment properties £</b>
<b>At 31 March 2022</b>	
Held at fair value	3,256,202
Held at historical cost less impairment	<u>—</u>
<b>At 31 March 2021</b>	
Held at fair value	2,271,500
Held at historical cost less impairment	<u>—</u>

### Investment properties

Investment Properties have been valued as follows: -

- a. All the investment properties were valued at open market by the Trustees using an online tool.

### 19. Stocks

	<b>2022 £</b>	<b>2021 £</b>
Books for sale	<u><b>73,500</b></u>	<u><b>70,000</b></u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

### 20. Debtors

	2022	2021
	£	£
Loans Given	57,952	39,712
Gift aid receivable	986,643	1,112,759
	<u>1,044,595</u>	<u>1,152,471</u>

### 21. Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	33,131	30,941
Social security and other taxes	2,789	2,496
Credit Card	2,410	8,467
3 <sup>rd</sup> party loans	1,643,116	1,651,128
	<u>1,681,446</u>	<u>1,693,032</u>

### 22. Pensions and other post retirement benefits

#### Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £28,356 (2021: £22,234).

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2022**

### 23. Analysis of charitable funds

#### Unrestricted funds

	At 1 Apr 2021	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2022
	£	£	£	£	£	£
General funds	29,464,151	7,826,314	(5,084,071)	(638)	414,680	<b>32,620,436</b>

	At 1 Apr 2020	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2021
	£	£	£	£	£	£
General funds	28,577,183	5,034,658	(3,981,690)	(167,000)	1,000	29,464,151

#### Restricted funds

	At 1 Apr 2021	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2022
	£	£	£	£	£	£
Food Program	399	335,330	(180,814)	-	-	<b>154,915</b>
Water Projects	23,751	300,496	(248,463)	-	-	<b>75,784</b>
Education Project	376,549	640,066	(605,275)	-	-	<b>411,340</b>
All Other						
Restricted Funds	4,292,716	1,472,017	(1,197,970)	89,148	-	<b>4,655,911</b>
Qurbani Project	115,856	414,054	(463,614)	-	-	<b>66,296</b>

## UK Islamic Mission

### Notes to the Financial Statements *(continued)*

#### Year ended 31 March 2022

#### 24. Analysis of charitable funds *(continued)*

Orphans Projects Community Centres	284,633	488,194	(433,599)	–	–	<b>339,228</b>
Health Project	33,482	770,444	(617,134)	–	–	<b>186,792</b>
Yemen Project	839	85,963	(87,440)	638	–	–
Palestine Project	84,727	4,421	–	(89,148)	–	–
	–	326,790	(216,843)	–	–	<b>109,947</b>
	<u>5,212,952</u>	<u>4,837,775</u>	<u>(4,051,152)</u>	<u>638</u>	<u>–</u>	<u><b>6,000,213</b></u>

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
Food Program	–	–	–	–	–	–
Water Projects	3,286	305,273	(453,160)	145,000	–	399
Education Project	10,780	327,292	(314,321)	–	–	23,751
All Other	371,630	591,948	(587,029)	–	–	376,549
Restricted Funds	4,308,419	432,977	(448,680)	–	–	4,292,716
Qurbani Project	211,986	482,994	(579,124)	–	–	115,856
Orphans Projects Community Centres	233,216	457,125	(405,708)	–	–	284,633
Health Project	133,006	619,605	(719,129)	–	–	33,482
Yemen Project	14,098	35,684	(70,943)	22,000	–	839
Palestine Project	60,459	190,837	(166,569)	–	–	84,727
	–	–	–	–	–	–
	<u>5,346,880</u>	<u>3,443,735</u>	<u>(3,744,663)</u>	<u>167,000</u>	<u>–</u>	<u>5,212,952</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2022

#### 24. Analysis of charitable funds *(continued)*

The purpose of each of the funds is as follows: -

**Qurbani Project** - This is the annual sacrifice of animals by Muslims worldwide as part of their religious requirement. The meat is then distributed to the poor people locally.

**Education Project** - Funds for the education of children, usually orphans who struggle to find support locally.

**Orphans Project** - Funds to provide for shelter, clothing and food for orphans worldwide.

**Community Centres** - to provide Community Centres, Mosques etc. wherever needed by the local community.

**Water Project** - Funds to provide water to those deprived by putting in wells etc, also clean water to others.

**Food Program** - Funds utilised to provide Food to all those deprived of this basic need.

**Palestine Project** - Funds utilised to provide Food, shelter and other basic needs to the Yemen Refugees.

**All Other Restricted Funds** - This comprises over 80 other restricted funds collected for various purposes - all related to removing human sufferings, provide shelter, clothing and food, clean water, education facilities, establish work for people to look after themselves.

#### 25. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Intangible assets	16,440	-	16,440
Tangible fixed assets	25,724,440	2,221,526	27,945,966
Investments	3,256,202	-	3,256,202
Current assets	5,304,801	3,778,687	9,083,488
Creditors less than 1 year	(1,681,447)	-	(1,681,447)
<b>Net assets</b>	<u>32,620,436</u>	<u>6,000,213</u>	<u>38,620,649</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Intangible assets	33,240	-	33,240
Tangible fixed assets	25,847,986	1,617,784	27,465,770
Investments	2,271,500	-	2,271,500
Current assets	3,004,457	3,595,168	6,599,625
Creditors less than 1 year	(1,693,032)	-	(1,693,032)
<b>Net assets</b>	<u>29,464,151</u>	<u>5,212,952</u>	<u>34,677,103</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2022

#### 26. Analysis of changes in net debt

	At 1 Apr 2021 £	Cash flows £	At 31 Mar 2022 £
Cash at bank and in hand	<u>5,377,154</u>	<u>2,588,238</u>	<u>7,965,392</u>

#### 27. Related parties

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 102.

**THE UNITED KINGDOM ISLAMIC MISSION**

England & Wales - Charity number 250275

---

# Accounts

---

**UK Islamic Mission**  
**Financial Statements**  
**31 March 2021**

**Charity Number: 250275 England**  
**SC042499 Scotland**

**SHAIK & CO. LTD**  
Chartered accountants & statutory auditor  
1145 Oldham Road  
Newton Heath  
Manchester  
M40 2FU

**UK Islamic Mission**  
**Financial Statements**  
**Year ended 31 March 2021**

	<b>Page</b>
Trustees' annual report	1
Independent auditor's report to the members	14
Statement of financial activities	19
Statement of financial position	20
Statement of cash flows	21
Notes to the financial statements	22

# **The United Kingdom Islamic Mission**

## **Trustees' Annual Report**

**Year ended 31 March 2021**

The trustees present their report and the financial statements of the charity for the year ended 31 March 2021.

### **Reference and administrative details**

**Registered charity name**            The United Kingdom Islamic Mission

**Charity registration number**    250275

**Principal office**                    202 North Gower Street  
London  
NW1 2LY

**The trustees**                        Mr.Abdul Haq Mian  
Mr.Mohammad Sajjad Amin  
Mr.Mahmood Hussain  
Mr.Ghufran Mehmood  
Mr.Babar Saleem Raja  
Mr.Mohammad Afzal Malik  
Mr.Amjad Mujahid Janjua  
Dr.Akhtar Saeed Bhutta  
Mr.Ubaid Ur Rahman Ahmed  
Mr.Abdul Hamid  
Dr.Muhammad Arif  
Mr.Mohammed Riaz  
Mr.Waqar Ahmad  
Dr.Hammad Bin Zahid Lodhi  
Mr.Mahboob Ur Rasul Qamar  
Dr. Fiaz Hussain  
Mr. Nafis Ahmed Lodhi  
Dr. Javed Hussain Gill  
Mr.Ziaul Haq  
Dr Sadia Ahmad  
Mrs.Sumera Kousar

**Auditor**                                Shaik & Co. Ltd  
Chartered accountants & statutory auditor  
1145 Oldham Road  
Newton Heath  
Manchester  
M40 2FU

**Bankers**                                Barclays Bank Plc  
Business Banking  
Leicester  
LE87 2BB

# **The United Kingdom Islamic Mission**

## **Trustees' Annual Report *(continued)***

**Year ended 31 March 2021**

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

#### **Governing document**

The Charity was established in 1962 by a trust deed and is registered with the Charity Commission in England under the number 250275 and in Scotland under the number SC042499. The trust deed was amended by the members in November 1997, October 2001, April 2008 and November 2014.

#### **Governing bodies**

The governing structure is highlighted in the constitution of the Charity. The Charity operates through the head office in London and its branches, established in many cities in the UK. It is funded by a monthly subscription paid by members and associate members. Many of its sympathisers also donate to support local activities organised by the charity. In addition, appeals for funds are also made through the charity's network of mosques and Islamic centres. These appeals are organised by the central finance committee. The appeals are for funding the range of Charity's activities such as educational (e.g., evening and weekend schools for children), relief (for natural disasters in different parts of the world, alleviating poverty, and emergency relief, helping those not well off in our communities) and welfare (e.g., supporting the sick, widows, elderly, students in hardship, community welfare projects, literature, etc.). All funds collected locally are sent to the head office to be deposited into the head office account.

The Central Shoora (board of trustees) is elected every two years by those who are full members of the Charity. The branches of the Charity in the UK are divided into four zones, each with its own elected zonal president. The four zonal presidents represent their respective zonal branches on the Central Shoora. The Central Shoora also includes directly elected members. Every Central Shoora member is elected by its zone members on proportional representation basis, with approximately one Central Shoora member elected for every twenty-nine members. At present the Central Shoora consists of 21 members, this includes 2 co-opted members. The membership also elects the national President directly by secret ballot. The President, in consultation with the Central Shoora appoints the other office bearers (Senior Vice-President, Vice-President, Secretary General, Joint Secretary, Treasurer). The President along with his five office bearers forms the administrative committee, which is responsible for the day-to-day operations of the Charity. In order for the elected Central Shoora to understand their role as trustees and their duties & responsibilities, a day's workshop is held soon after the elections. It's envisaged that this process will be repeated every couple of years after the national elections. Zonal workshops are delivered annually to members and office bearers across branches helping with governance and compliance.

As a part of their wider commitment to improve governance and safeguarding at UKIM, particularly within the increased expectation on the charity sector, UKIM Trustees have embarked on a wide-ranging process of reviewing and identifying areas of improvement within UKIM's governance and departmental structure.

#### **FINANCIAL CONTROLS**

The trustees endeavour to ensure that the funds and assets of the Charity are safeguarded through its financial controls. These controls are implemented by the finance committee, internal audit committee and overseen by the Central Shoora, which receives financial reports. The membership also scrutinises the accounts in the annual gathering of members, which is held at least once each year. The Charity tries to review and develop its systems periodically to make improvements in its accounting procedures and financial controls in order to meet Islamic and legal accounting obligations.

The charity has looked into the employee pay structure especially that of the mosque-based Imams

# **The United Kingdom Islamic Mission**

## **Trustees' Annual Report *(continued)***

**Year ended 31 March 2021**

(scholars) and set appropriate salaries based on prevailing employment laws and related guidelines from HMRC. Currently, the pay increases are performance based, and are reviewed periodically.

### **INVESTMENT POWERS AND RESTRICTIONS**

The trust deed authorises the trustees to utilize the funds generated for establishing/supporting Mosques and Islamic Centres, community, and relief work. The trust deed also authorises the President to allocate up to £500 and the administrative committee to allocate up to £5,000 towards a disaster, relief or other project in an emergency. Only the Central Shoora is authorised to allocate funds above £5,000 to projects after careful vetting. The trust deed also restricts the trustees from investing in any projects or ventures that are unclaimed. Consequently, the Charity does not invest in any deposit accounts, building society accounts, money market etc.

### **RISK MANAGEMENT**

The central executive committee has assessed the major risks to which the Charity is exposed. In particular those related to the operations and finances of the Trust, and are satisfied that checks and balances, and systems are in place to mitigate the exposure of the Charity to major risks. The central administrative committee is constantly appraising all its systems with a view to improving them.

### **Objectives and activities**

The UK Islamic Mission primarily works to provide services and leadership to the Muslim community. The services are delivered through educational, youth, community, welfare and relief projects. The Charity provides education to Muslim children in the UK through its network of mosques and Islamic centres, as well as relief and welfare to people suffering anywhere in the world. In addition, the charity provides information on Islam to schools, libraries, prisons, hospitals, churches, as well as to individuals who request it.

When planning the activities for the year, the charity has considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on charities for the advancement of religion for the public benefit. The beneficiaries of the charity are primarily the members of the Muslim community (men, women, and children), local schools, hospitals, prisons and local authorities though not exclusively. Mosque facilities are provided for the community and cater for their spiritual, moral, and social needs. The charity assists in creating awareness of Islam in the wider society through inviting schools and local organisations to visit its mosques as well as through distribution of literature on Islam and organising events and programmes for the public. The charity's Imams also visit hospitals and prisons to cater for the religious needs of the inmates.

The charity has direct contact with Muslim communities throughout the UK. It makes use of these contacts to listen to and understand the issues, concerns, and problems of the community members. The charity then endeavours to respond to these by identifying projects, acquiring necessary resources including the raising of funds to run these projects. The key elements of the charity's strategy to further its charitable purposes for the public benefit include:

1. Establishing Mosques and Islamic centres with the support of the Muslim Community
2. Catering for the religious and social needs of the Muslim community (for men, women and youth)
3. Catering for the religious education of Muslim children
4. Organizing and delivering relief and welfare projects

These activities of the charity are not confined to England only but also cover Scotland and Wales. In Scotland the charity has two main branches in Glasgow (North and South Glasgow) and a small centre in Airdrie providing the above facilities. An example of expansion and renewal has been the West London Islamic Centre in London which was redeveloped over the two years to meet the increased demands of the local community. In Wales, the charity has a centre in Cardiff which caters for the needs

# The United Kingdom Islamic Mission

## Trustees' Annual Report *(continued)*

### Year ended 31 March 2021

of the local community. While the majority of the centres of the charity are in England, the charity still continues its aim to open new centres in other parts of the country to serve the local community.

#### **Achievements and performance**

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities, summarised below, provide benefit both to those who worship at our Mosques or use our centres throughout the UK and the wider community in the UK. Over the years the Charity has been working steadily towards achieving its objectives. Success is measured from project reports, accounts, meeting project management teams, annual members meetings as well as through meetings with community members such as parents and with those who benefit from the projects. To date the charity has managed to establish around thirty-eight Mosques and Islamic Centres throughout UK. These serve as places for congregational prayers, study of Islam, education of children and youth, and for raising funds for welfare and relief projects. In many of the branches of the charity, improvement, redevelopment, and capacity expansion building work is undergoing.

During this period, with the generous help of our donors, we delivered numerous projects benefitting hundreds of thousands of people in need across 19 countries. These included Sierra Leone, Somalia, Eritrea, Kenya, Yemen, Djibouti, Ethiopia, Pakistan, Palestine, Lebanon, Turkey, Bosnia, Albania, India, Bangladesh, Myanmar, Nepal, Sri Lanka, and the UK.

The charity focused on high priority areas in line with Sustainable Development Goals (SDGs): During the current period, the UK and rest of the world faced the COVID-19 pandemic, the charity launched a COVID-19 Emergency Fund to provide support to several projects responding to the crisis across the globe.

In 2020-21 we delivered 140 projects in several countries, including COVID-19 emergencies, water and sanitation, health care, seasonal food programmes, winter and other emergencies, Education, profile-based projects, general development, and livelihood projects etc.

The following are snapshots of major projects carried out under different categories:

#### **Emergency Response 2020/21**

" COVID 19 Emergency Response: Project delivered in Pakistan, Gaza, Lebanon (Syrian refugees), Yemen and Rohingya reaching 44,176 beneficiaries.



" Responded to flood emergencies in Baluchistan & Sindh, Pakistan, food aid in Yemen, earthquake response in AJK-Pakistan, severe winter storms emergency projects in Pakistan and emergency winter relief for Syrian Refugees in Lebanon. Over 12,000 beneficiaries were benefited from these projects.

# The United Kingdom Islamic Mission

## Trustees' Annual Report *(continued)*

### Year ended 31 March 2021

" Rohingya emergency: after the devastating fire in Rohingya camps in Bangladesh, we did emergency response e.g. emergency food supplies and construction of 20 houses within the Rohingya camps.



" Provided winter relief - reached over 16,000 beneficiaries in several countries, provided

warm clothing, food, fuel and blankets etc.

### Seasonal food distribution programmes 2020/21

" Ramadan: 20 projects delivered in 16 countries; 73,455 beneficiaries benefited from these projects.



" Qurbani: 9,296 shares conducted through our partners in several countries, we also delivered a good number of cooked meal projects in selected countries e.g. Yemen, Gaza, Rohingya refugees, Syrian refugees, Sri Lanka etc., 149,271 beneficiaries benefited from these Qurbani food programmes.



# The United Kingdom Islamic Mission

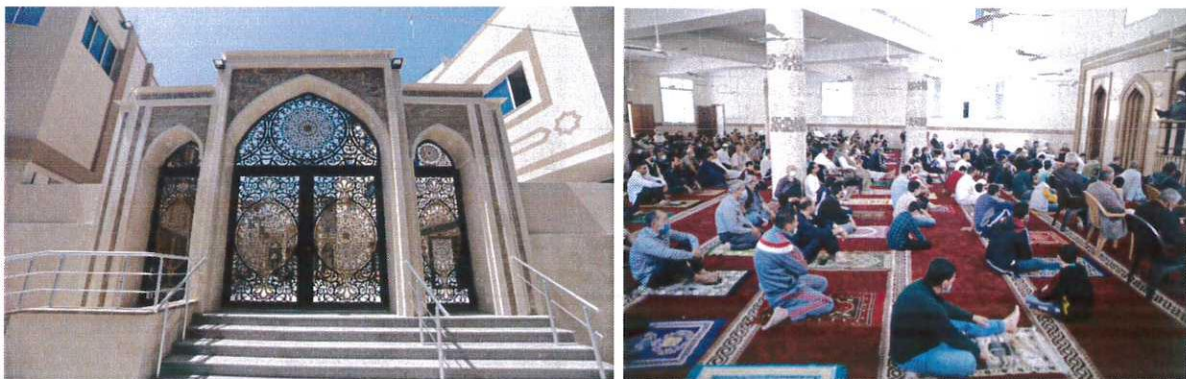
Trustees' Annual Report *(continued)*

Year ended 31 March 2021



## Profile Based (individual sponsorship) Programmes 2020/21

Profile-based project: all profile-based projects were delivered successfully - community centres, water wells, water hand pumps, and child sponsorship.



Through our WASH programmes - we have reached over 108,444 individuals and provided access to clean and safe drinking water. For example, solar-powered water systems installed in 4 educational institutes in India, 920 students and 200 families' have access to clean drinking water. The solar panels are being used to power the water system as well as provide environmentally friendly electric supply to those institutes.

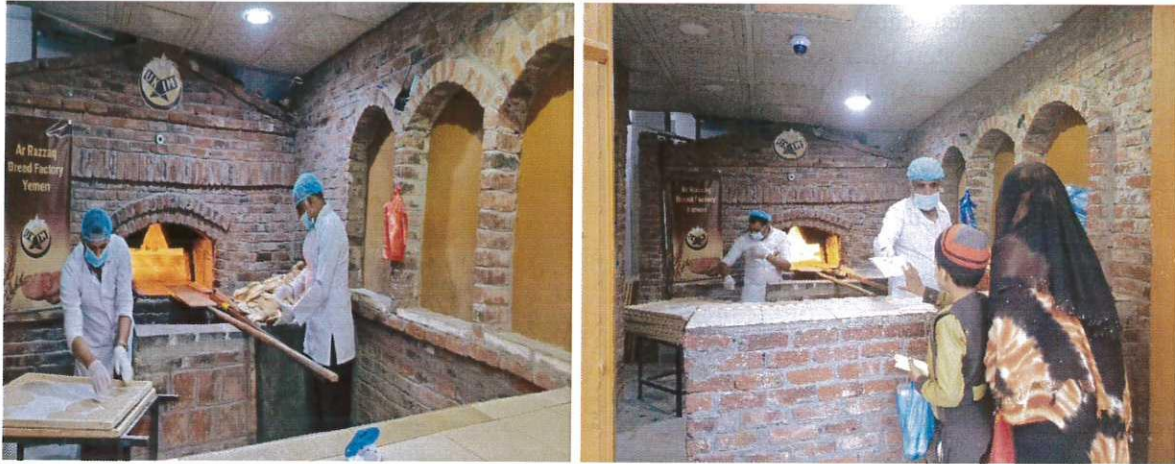


General and livelihood programmes across the Middle East/South Asia/Africa 2020/21" Food Security: delivered a bakery project in Yemen. 300 vulnerable households received 20 loaves daily for one year.

# The United Kingdom Islamic Mission

## Trustees' Annual Report *(continued)*

Year ended 31 March 2021



" Livelihoods: Benefited over 728 individuals in Pakistan and provided opportunities to become self-sufficient via projects focusing on providing interest free loans, and agricultural opportunities.



" Opportunities for women to receive skills training and capacity building, we have trained widowed women in Gaza on several life skills. " Healthcare: Provided access to basic healthcare services to over 1,700 individuals across Gaza, Sri Lanka and Syrian Refugees in Lebanon e.g. access to free medical care, professionals and medicine. Focusing on female health care and providing women access to gynaecologists, including raising awareness on good health and hygiene practices.



# UK Islamic Mission

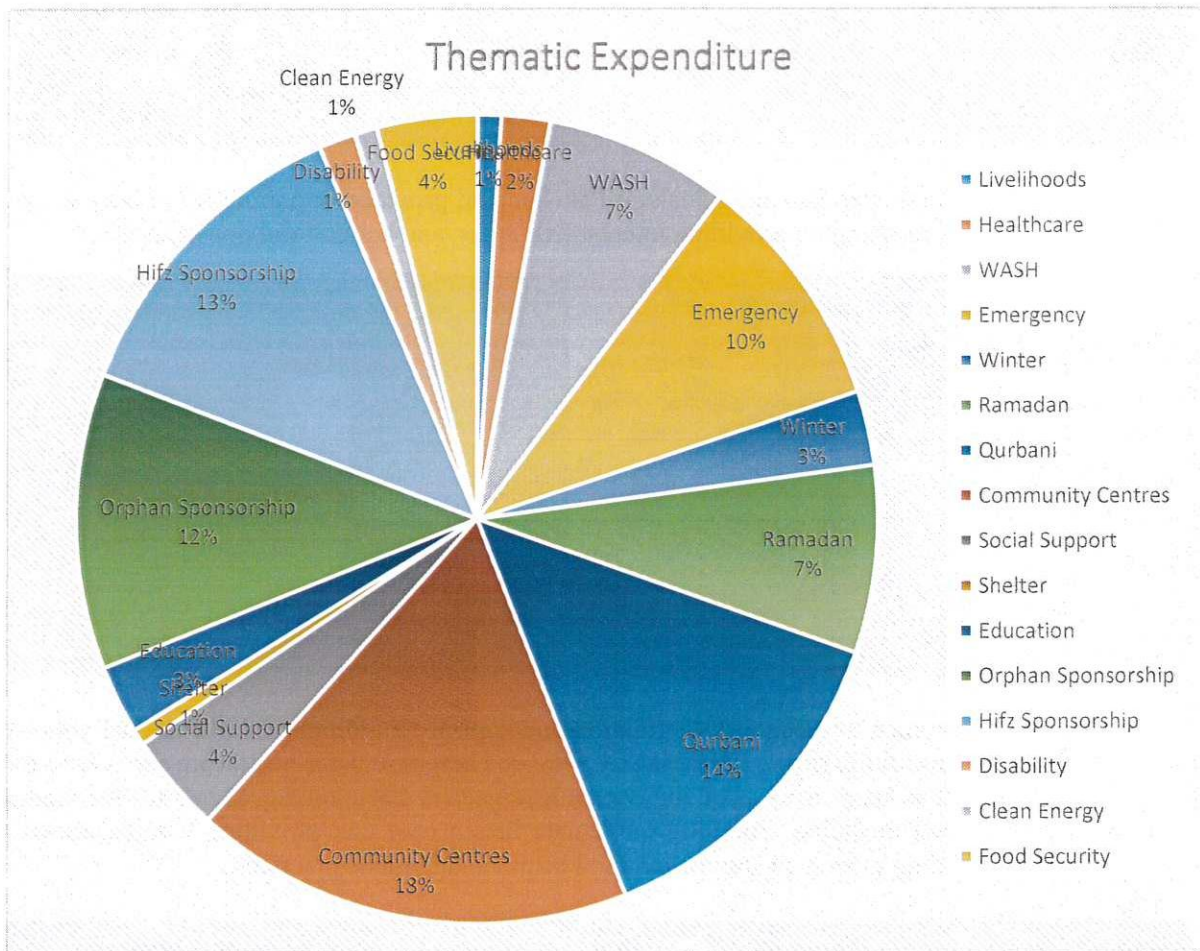
## Trustees' Annual Report *(continued)*

### Year ended 31 March 2021

" Education: provided school kits and solar lanterns to children in Gaza & winter study camps for youth in Pakistan. In Pakistan we have sponsored several school projects, among a minority school project sponsorship, we also provided scholarships to students and provided skills development training to 100 street children.

" Shelter: In Sri Lanka, we have helped to construct 10 houses and handed them over to the needy people at Alankuda Village, Puttalam.

Figure 1: Thematic area wise resource distribution:



The provision of Education featured high in our priority list, with a particular emphasis on lifting the poor from poverty and providing them with dignity and self-sufficiency. To this end, we supported the education of over 4,000 children through various means including the building of classrooms, school adoptions, and sponsorships that provided tuition and education materials etc.

With regards to the provision of clean water, we installed hundreds of hand pumps, water wells, and desalination plants. We also helped put facilities in place where emergency water could be supplied in instances of acute humanitarian crises. The charity believes the provision of these facilities will not only prevent water-borne diseases but will also save lives and improve the health of many.

Additionally, our organisation regards the safeguarding of vulnerable children as a humanitarian priority. The charity supported approximately 2,600 orphans and their families. Our orphan sponsorship covers the provision of all basic needs such as food, shelter, clothing, and education.

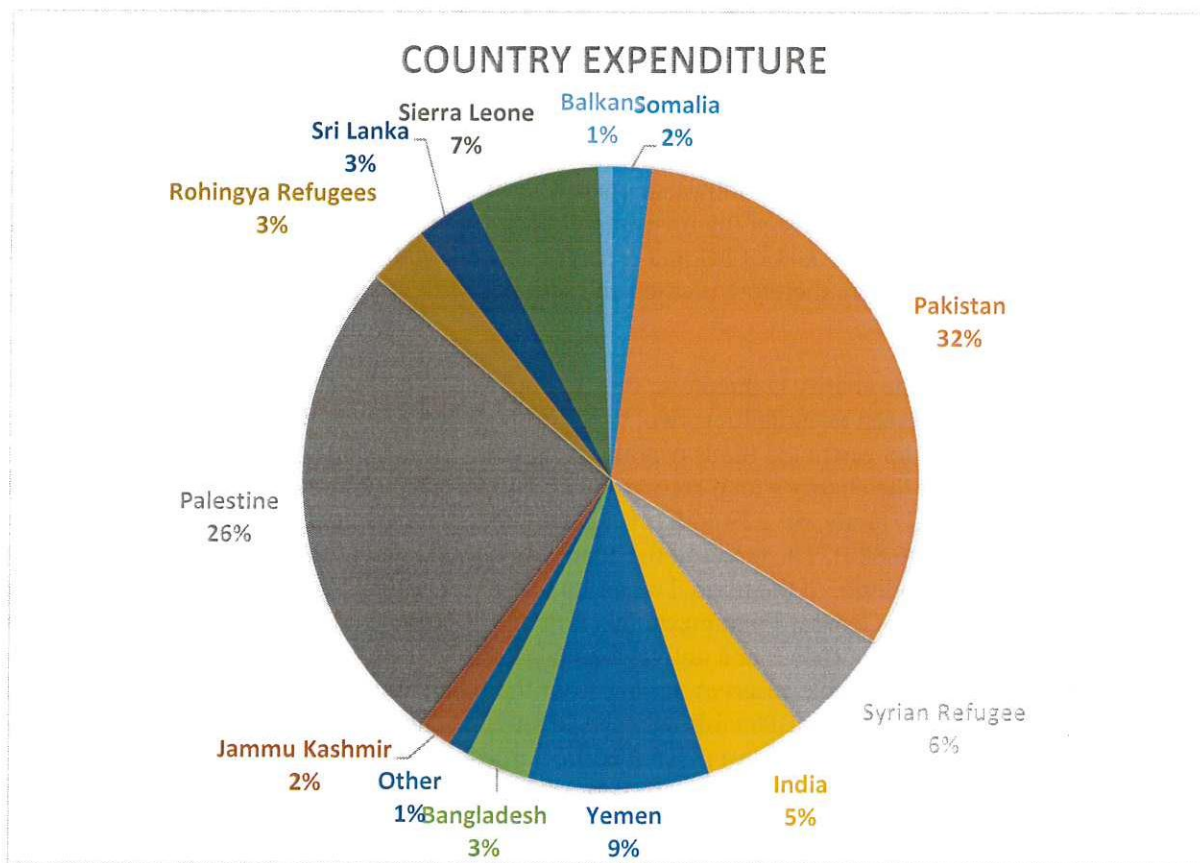
# UK Islamic Mission

## Trustees' Annual Report *(continued)*

Year ended 31 March 2021

We have helped 1,158,987 beneficiaries through our different development and emergency projects across 19 countries.

Figure 2: Country wise beneficiaries' distribution:



With the achievement made during the year the trustees consider that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

In order to fund their expansion programmes, our branches successfully raised huge sums through TV appeals, charity dinners and through our own mosque network. As in previous years, the charity continues to cater for the education of over 5,000 children in its various centres throughout the UK.

The charity was also a patron of MOSAIC and has continued the partnership this year. The youth project in the UK is being consolidated, and a number of professional weekend courses were scheduled during this phase with the main goal of educating the young people on current and future challenges.

### Financial review

The results for the year ended 31 March 2021 are presented in the Statement of Financial Activities on page 15. In the 2020-21 financial year, COVID-19 and National Lockdown has resulted closure of our centres, this has resulted in a decrease in our income by 17.28% in comparison to year 2019-20. The total income generated was £8,478,396 (2020: £10,249,220) with an increased expenditure on the charitable activities to achieve a total expenditure of £7,726,356 (2020: £7,525,517).

# UK Islamic Mission

## Trustees' Annual Report *(continued)*

### Year ended 31 March 2021

The Statement of Financial Activities shows an overall surplus for the year ended 31st March 2021 of £753,040 (2020: £3,172,832) representing investment income of £132,351 (2020: £463,484), net gains on investments of £100 (2020: £449,129) and a surplus on charitable activities of £619,689 (2020: £2,260,185). The Trustees were therefore pleased and satisfied with this progress.

The results for the year ended 31st March 2021 are presented in the Statement of Financial Activities on page 15. In the 2020-21 financial year, spread of COVID-19 and National Lockdown has resulted in closer of our centres, this has huge decrease in our income by 17.28% in comparison to year 2019-20. The total income generated was £8,478,396 (2020: £10,249,220) with an increased expenditure on the charitable activities to achieve a total expenditure of £7,726,356 (2020: £7,525,517).

The Statement of Financial Activities shows an overall surplus for the year ended 31st March 2021 of £753,040 (2020: £3,172,832) representing investment income of £132,351 (2020: £463,484), net gains on investments of £100 (2020: £449,129) and a surplus on charitable activities of £ 619,689 (2020: £2,260,185). The Trustees were therefore pleased and satisfied with this progress.

#### **Reserves Policy**

The Reserves Policy of the charity is threefold: one, to hold funds for the working capital purposes and a contingency for unforeseen eventualities; two, to reflect the net book value of fixed assets; and three, to reflect the funds held for restricted funds pending completion of the various restricted funds projects. As at 31st March 2021, the charity's total reserves were £33,924,063 (2020: £30,751,231), comprising the unrestricted general funds of £29,464,151 (2020: £28,577,183) and the Restricted Funds of £5,212,952 (2020: £5,346,880). The target of the charity is General Funds to be maintained at a level to cover four months' expenditure of the normal operations of the charity. The trustees wish to continue to raise surpluses so that the General Fund meets this target. The Restricted funds reserves comprises of funds collected for specific purposes and not yet expended due to the long-term nature of the restricted projects and the non-distributable reserves arising from the revaluation of Investments properties. All funds received for any relief or disasters following an advertising campaign are allocated to the restricted fund. These are then utilised only against those specific purposes. Even if the Charity is unable to utilise them in a particular period, then the funds are kept separately in a bank account until they are fully utilised for those specific purposes. All other funds collected are allocated to general fund and utilised as such by the central executive committee. There are funds which are held in Charity's branch accounts for development and maintenance but can be used by the charity during emergency for relief and operational activities. It is a policy of the Charity that any shortfall in the restricted funds will be covered from the General funds.

#### **Grant Making Policy**

The Charity invites applications for funding of projects through its mosques and general publicity. The distribution committee receives the applications. The applications are then vetted against the criteria and objectives of the governing document, references and credentials are checked before the committee decides to fund a particular project and the level of funding to be given. The administration committee may call individuals for interviews before approving any applications.

#### **Voluntary Help**

The Charity wishes to acknowledge the help of numerous volunteers in each and every town and city where it has a centre or a Mosque for their ceaseless efforts in furthering the cause of the Charity such as raising funds, helping with the education of the children, with organising meetings, fundraising events, and with the day-to-day operations of the Charity at the local levels. Without their help the Charity would not have achieved the results it has so far achieved.

# UK Islamic Mission

## Trustees' Annual Report *(continued)*

Year ended 31 March 2021

### Plans for future periods

#### Development, Vision, and Strategy

UK Islamic Mission has consistent development and progress plans not only to provide better and enhanced services to the community but also to increase its membership and sympathiser base. In order to achieve this goal future strategy was formulated with clear goals covering the following areas:

- Membership Development
- Membership Expansion
- Mosque Management
- Charity Services
- Organisation Effectiveness

The progress in all these areas is continuously monitored and is evidently progressing well.

Due to the COVID-19 pandemic, trustees evaluated the declining impact of financial performance on branch level and found justified as anticipated in advance. The pandemic and lockdown opened new era to digitalising the connection with its donors that has resulted in increase in charitable donations. The trustees reacted swiftly to discharge their responsibility to keep the staff, its centres & regular attendees, evening school students in particular and all communities in general, safe & secure and well informed about the rapidly changing situation. The charity took following steps to combat the unprecedented challenges due to COVID-19.

- All of its centres were closed according to Government guidelines.
- Immediately set up digital platforms for local and national leadership.
- All Charity's operations were transferred online and greater use of technology was made
- Staff were offered to work from home and furloughed for job retentions.

#### Infrastructure Development

Due to Covid-19 the projects of expanding many UKIM branches suffered, halting or slowing down the progress during the year under report. The projects have begun to be resumed and this expansion work will enable these centres to facilitate increased numbers of worshippers, general community services for residents, introduce youth and women engagement projects and increase donors for its relief programmes. The followings are the key centres which are going through expansions and development:

- West London Islamic Centre, London  
Centre continues to progress at fast pace for its brand-new development. Ground and first floor are already completed and work on second floor is now underway. The completion has been delayed due to Covid-19.
- Madina Masjid, Nelson  
Brand new refurbishment work has been fully completed and the centre is operational and serving the community.
- Madina Masjid, Manchester  
Redevelopment project of Madina masjid and community centre was started two years ago. Currently, reached to its watertight stage. Management aims to utilize the ground floor temporarily in coming year.

# UK Islamic Mission

## Trustees' Annual Report *(continued)*

### Year ended 31 March 2021

- Khizra Mosque, Manchester  
Extension work finished during the year.
- Neeli Mosque, Rochdale  
Planning permission was sought for expansion work last year. First phase has been completed and planning for second phase is currently ongoing.
- Ibrahim Mosque, Burnley  
Capacity enhancement work started on two properties adjacent to existing building, acquired last year. Work is in progress.

#### **Charity Restructure**

UKIM trustees continually review the Charity's governance and any risks associated with it. This process had identified various risks and areas of improvement that included:

- Trustees liability
- Provision of humanitarian relief services overseas in high-risk areas
- Community services inside UK
- Skill mix within the national teams running various departments

Furthermore, the trustees undertook an audit of the existing governance and after acquiring professional advice, a formal appraisal of various options available to address these issues was undertaken. The recommendations to separate the overseas relief operations from the activities in the UKIM seemed to be the best way forward. In addition, and again acting upon the professional advice, in order to further fine-tune the governance process, some important changes were discussed by the trustees and the membership. To this end, the trustees have already led one cycle of engagement through (trustee sub-committee, board of trustees, zonal members meeting & national members meeting) and incorporated the suggestions as per the feedback. Decisions have been taken to adopt an incorporated model that will allow the Charity to manage the trustees' liabilities to improve the governance and operational capabilities, for this purpose an already incorporated organisation UKIM Limited is being reviewed. It is planned that once the governance of UKIM is finalised the operations, membership and assets of UKIM trust will be transferred to incorporated UKIM.

#### **Trustees' responsibilities statement**

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England, Wales and Scotland requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting 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.

# UK Islamic Mission

## Trustees' Annual Report *(continued)*

### Year ended 31 March 2021

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, Charities and Trustees Investments (Scotland) Act 2005, the Charity Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust Deed. 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' annual report was approved on 12 July 2022 and signed on behalf of the board of trustees by:



Mr Mohammad Sajjad Amin  
Trustee

# **UK Islamic Mission**

## **Independent Auditor's Report to the Members of UK Islamic Mission**

**Year ended 31 March 2021**

### **Opinion**

We have audited the financial statements of UK Islamic Mission (the 'charity') for the year ended 31 March 2021 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 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;
- have been prepared in accordance with the requirements of the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

### **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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 charity'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.

# UK Islamic Mission

## Independent Auditor's Report to the Members of UK Islamic Mission *(continued)*

Year ended 31 March 2021

### Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; 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.

### Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

# UK Islamic Mission

## Independent Auditor's Report to the Members of UK Islamic Mission *(continued)*

Year ended 31 March 2021

### Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to include the Charities Act 2011. In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

## **UK Islamic Mission**

### **Independent Auditor's Report to the Members of UK Islamic Mission** *(continued)*

#### **Year ended 31 March 2021**

- We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.
- We examined the company's regulatory and legal correspondence and discussed with management any known or suspected instances of fraud or non-compliance with laws and regulations.
- We incorporated an element of unpredictability in the selection of the nature, timing, and extent of our audit procedures.
- Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above.
- Using our general commercial and sector experience and through discussions with management, we identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements as well as those arising from management's own assessment of the risks that irregularities may occur either because of fraud or error.
- The engagement partner considers the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations.

# UK Islamic Mission

## Independent Auditor's Report to the Members of UK Islamic Mission *(continued)*

Year ended 31 March 2021

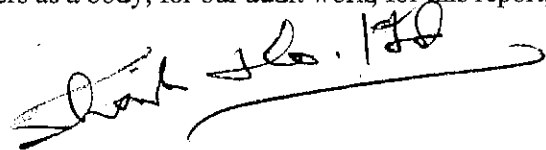
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We considered the extent to which the audit was considered capable of detecting irregularities: 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 from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

A further description of our responsibilities is available on the FRC's website at:  
<https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/descriptionof-the-auditor%E2%80%99s-responsibilities-for>  
This description forms part of our auditor's report.

### Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act, and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



1145 Oldham Road  
Newton Heath  
Manchester  
M40 2FU

Shaik & Co. Ltd  
Chartered accountants & statutory auditor

12 July 2022

# UK Islamic Mission

## Statement of Financial Activities

Year ended 31 March 2021

		2021			2020
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
<b>Income and endowments</b>					
Donations and legacies	4	4,891,961	3,443,737	<b>8,335,698</b>	9,760,819
Other trading activities	5	10,347	–	<b>10,347</b>	24,883
Investment income	6	132,351	–	<b>132,351</b>	463,518
<b>Total income</b>		<u>5,034,659</u>	<u>3,443,737</u>	<u><b>8,478,396</b></u>	<u>10,249,220</u>
<b>Expenditure</b>					
Expenditure on charitable activities	7,8	(3,981,691)	(3,744,665)	<b>(7,726,356)</b>	(7,525,517)
<b>Total expenditure</b>		<u>(3,981,691)</u>	<u>(3,744,665)</u>	<u><b>(7,726,356)</b></u>	<u>(7,525,517)</u>
Net gains on investments	10	1,000	–	<b>1,000</b>	449,129
<b>Net income</b>		<u>1,053,968</u>	<u>(300,928)</u>	<u><b>753,040</b></u>	<u>3,172,832</u>
Transfers between funds		(167,000)	167,000	–	–
<b>Net movement in funds</b>		<u>886,968</u>	<u>(133,928)</u>	<u><b>753,040</b></u>	<u>3,172,832</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		28,577,183	5,346,880	<b>33,924,063</b>	30,751,231
<b>Total funds carried forward</b>		<u>29,464,151</u>	<u>5,212,952</u>	<u><b>34,677,103</b></u>	<u>33,924,063</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 22 to 35 form part of these financial statements.

# UK Islamic Mission

## Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Intangible assets	15	33,240	50,040
Tangible fixed assets	16	27,465,770	27,079,517
Investments	17	2,271,500	2,270,500
		<u>29,770,510</u>	<u>29,400,057</u>
<b>Current assets</b>			
Stocks	18	70,000	65,000
Debtors	19	1,152,471	625,332
Cash at bank and in hand		5,377,154	5,508,309
		<u>6,599,625</u>	<u>6,198,641</u>
<b>Creditors: amounts falling due within one year</b>	20	<u>1,693,032</u>	<u>1,674,635</u>
<b>Net current assets</b>		<u>4,906,593</u>	<u>4,524,006</u>
<b>Total assets less current liabilities</b>		<u>34,677,103</u>	<u>33,924,063</u>
<b>Net assets</b>		<u>34,677,103</u>	<u>33,924,063</u>
<b>Funds of the charity</b>			
Restricted funds		5,212,952	5,346,880
Unrestricted funds		29,464,151	28,577,183
<b>Total charity funds</b>	22	<u>34,677,103</u>	<u>33,924,063</u>

These financial statements were approved by the board of trustees and authorised for issue on 12 July 2022, and are signed on behalf of the board by:

Mr. Ziaul Haq  
Trustee

The notes on pages 22 to 35 form part of these financial statements.

**UK Islamic Mission**  
**Statement of Cash Flows**  
**Year ended 31 March 2021**

	2021	2020
	£	£
<b>Cash flows from operating activities</b>		
Net income	753,040	3,172,832
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	715,384	1,009,007
Amortisation of intangible assets	16,800	16,680
Net gains on investments	(1,000)	(449,129)
Dividends, interest and rents from investments	(131,083)	(460,724)
Other interest receivable and similar income	(1,268)	(2,794)
Accrued expenses/(income)	15,674	(3,351)
<i>Changes in:</i>		
Stocks	(5,000)	2,500
Trade and other debtors	(527,139)	259,320
Trade and other creditors	2,723	71,557
Cash generated from operations	<u>838,131</u>	<u>3,615,898</u>
Interest received	1,268	2,794
Dividends received	-	1
Net cash from operating activities	<u>839,399</u>	<u>3,618,693</u>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	131,083	460,724
Purchase of tangible assets	(1,101,637)	(3,873,970)
Purchases of other investments	-	(49,220)
Net cash used in investing activities	<u>(970,554)</u>	<u>(3,462,466)</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(131,155)</b>	<b>156,227</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>5,508,309</b>	<b>5,352,082</b>
<b>Cash and cash equivalents at end of year</b>	<b><u>5,377,154</u></b>	<b><u>5,508,309</u></b>

The notes on pages 22 to 35 form part of these financial statements.

# UK Islamic Mission

## Notes to the Financial Statements

Year ended 31 March 2021

### 1. General information

The charity is a public benefit entity and a registered charity in England, Wales and Scotland and is unincorporated. The address of the principal office is 202 North Gower Street, London, NW1 2LY.

### 2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011, Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

### 3. Accounting policies

#### Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### Going concern

There are no material uncertainties about the charity's ability to continue.

#### Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: Disclosures in respect of financial instruments have not been presented.

#### Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment. Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds. Non-distributable reserves are revaluation surpluses arising on the valuation of investment properties not sold.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 3. Accounting policies *(continued)*

#### **Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

#### **Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

#### **Intangible assets**

Intangible assets are initially recorded at cost, and are subsequently stated at cost less any accumulated amortisation and impairment losses.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2021

#### 3. Accounting policies *(continued)*

##### **Amortisation**

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Development Costs - 20% straight line

If there is an indication that there has been a significant change in amortisation rate, useful life or residual value of an intangible asset, the amortisation is revised prospectively to reflect the new estimates.

##### **Tangible assets**

All fixed assets are initially recorded at cost. The Company, UK Islamic Mission, acts as a titleholder to the properties on behalf of this charity, and that the company acknowledges without reservation that the properties are beneficially owned by UK Islamic Mission charity. A few of the properties acquired many years ago are still in the name of the trustees, who were trustees at the time the properties were acquired. They are being transferred to the limited Company UK Islamic Mission.

##### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold buildings - 2% straight line  
Long leasehold - 1% straight line  
Fixtures & Equipment - 15% straight line  
Motor Vehicles - 25% straight line

##### **Investments**

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

##### **Investment property**

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 3. Accounting policies *(continued)*

#### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

#### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

### 4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
<b>Donations</b>			
General Funds	4,891,961	–	4,891,961
All other Relief Funds	–	432,979	432,979
Orphans Project	–	457,125	457,125
Education Project	–	591,948	591,948
Qurbani Project	–	482,994	482,994
Food Program	–	305,273	305,273
Water Projects	–	327,292	327,292
Health Project	–	35,684	35,684
Yemen Project	–	190,837	190,837
Community Centres	–	619,605	619,605
	<u>4,891,961</u>	<u>3,443,737</u>	<u>8,335,698</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2021**

### 4. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
<b>Donations</b>			
General Funds	6,592,627	–	6,592,627
All other Relief Funds	–	637,768	637,768
Orphans Project	–	468,524	468,524
Education Project	–	587,266	587,266
Qurbani Project	–	403,931	403,931
Food Program	–	319,204	319,204
Water Projects	–	254,538	254,538
Health Project	–	33,104	33,104
Yemen Project	–	136,979	136,979
Community Centres	–	326,878	326,878
	<u>6,592,627</u>	<u>3,168,192</u>	<u>9,760,819</u>

### 5. Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Fundraising events	<u>10,347</u>	<u>10,347</u>	<u>24,883</u>	<u>24,883</u>

### 6. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Income from investment properties	131,083	<b>131,083</b>	460,724	460,724
Bank interest receivable	1,268	<b>1,268</b>	2,794	2,794
	<u>132,351</u>	<u>132,351</u>	<u>463,518</u>	<u>463,518</u>

# UK Islamic Mission

## Notes to the Financial Statements (continued)

Year ended 31 March 2021

### 7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Education and Mosque	2,155,682	–	2,155,682
General Donations	936,430	–	936,430
Qurbani Project	–	401,737	401,737
Community Centres	–	573,985	573,985
Health Project	–	60,207	60,207
Food Program	–	361,402	361,402
All Other Reliefs & Restricted Funds	–	322,313	322,313
Water Projects	–	216,935	216,935
Orphans Projects	–	268,210	268,210
Education Project	–	408,952	408,952
Yemen Project	–	109,509	109,509
Support costs	889,579	1,021,415	1,910,994
	<u>3,981,691</u>	<u>3,744,665</u>	<u>7,726,356</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Education and Mosque	2,596,944	–	2,596,944
General Donations	658,623	–	658,623
Qurbani Project	–	317,972	317,972
Community Centres	–	140,993	140,993
Health Project	–	19,402	19,402
Food Program	–	346,516	346,516
All Other Reliefs & Restricted Funds	–	413,607	413,607
Water Projects	–	201,486	201,486
Orphans Projects	–	275,928	275,928
Education Project	–	307,455	307,455
Yemen Project	–	32,440	32,440
Support costs	1,188,021	1,026,130	2,214,151
	<u>4,443,588</u>	<u>3,081,929</u>	<u>7,525,517</u>

### 8. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2021 £	Total fund 2020 £
Education and Mosque	2,155,682	729,363	2,885,045	3,543,014
General Donations	936,430	–	936,430	658,623
Qurbani Project	401,737	177,384	579,121	461,962
Community Centres	573,985	145,144	719,129	232,182
Health Project	60,207	10,736	70,943	37,744

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2021

Food Program	361,402	91,758	<b>453,160</b>	449,236
All Other Reliefs & Restricted Funds	322,313	126,369	<b>448,682</b>	617,748
Water Projects	216,935	97,386	<b>314,321</b>	283,397
Orphans Projects	268,210	137,498	<b>405,708</b>	426,701
Education Project	408,952	178,079	<b>587,031</b>	496,440
Yemen Project	109,509	57,060	<b>166,569</b>	76,522
Governance costs	–	160,217	<b>160,217</b>	241,948
	<u>5,815,362</u>	<u>1,910,994</u>	<u><b>7,726,356</b></u>	<u>7,525,517</u>

#### 9. Analysis of support costs

	Education & Mosque Project £	Qurbani Project £	Community Centres £	Food Program £	All Other Reliefs £	Water Project £
Staff costs	55,361	46,293	63,407	31,210	42,981	33,124
Premises	596,188	71,416	–	20,317	27,981	21,563
General office	77,813	22,570	30,914	15,216	20,956	16,150
Finance costs	–	37,105	50,823	25,015	34,451	26,549
Governance costs	160,217	–	–	–	–	–
	<u>889,579</u>	<u>177,384</u>	<u>145,144</u>	<u>91,758</u>	<u>126,369</u>	<u>97,386</u>

	Orphans Project £	Education Project £	Health Project £	Yemen Project £	Total 2021 £	Total 2020 £
Staff costs	46,767	60,570	3,652	19,408	<b>402,773</b>	499,692
Premises	30,445	39,431	2,377	12,634	<b>822,352</b>	695,201
General office	22,801	29,531	1,780	9,462	<b>247,193</b>	459,639
Finance costs	37,485	48,548	2,927	15,556	<b>278,459</b>	317,671
Governance costs	–	–	–	–	<b>160,217</b>	241,948
	<u>137,498</u>	<u>178,080</u>	<u>10,736</u>	<u>57,060</u>	<u><b>1,910,994</b></u>	<u>2,214,151</u>

#### 10. Net gains on investments

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gains/(losses) on investment property	<u>1,000</u>	<u><b>1,000</b></u>	<u>449,129</u>	<u>449,129</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 11. Net income

Net income is stated after charging/(crediting):

	2021	2020
	£	£
Amortisation of intangible assets	16,800	16,680
Depreciation of tangible fixed assets	715,384	1,009,007
Fees payable for the audit of the financial statements	9,500	8,500

### 12. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	1,672,861	1,882,479
Social security costs	102,631	123,611
Employer contributions to pension plans	22,234	22,502
Other employee benefits	8,383	14,709

The average head count of employees during the year was 80 (2020: 84). The average number of full-time equivalent employees during the year is analysed as follows:

	2021	2020
	No.	No.
Number of staff - Teachers	39	38
Number of staff - Admin	14	25
Number of staff - Imams	27	21

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

### 13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

The charity has paid travelling expenses to attend meetings to one or more trustees. The total expenses paid in the year were £2,500 (2020: £24,270).

### 14. Transfers between funds

The balance on the Food program and the Health project were in deficit due to the allocation of the fundraising costs. Consequently, the trustees decided to transfer sufficient funds from the general funds account to eliminate the deficit on both of these funds. This required a transfer of £145,000 into the Food program and £22,000 to the Health project (2020: £130,000 into the Food program and £53,908 into the Rohingya Refugees project).

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 15. Intangible assets

	Development costs £
<b>Cost</b>	
At 1 April 2020 and 31 March 2021	<u>83,400</u>
<b>Amortisation</b>	
At 1 April 2020	33,360
Charge for the year	<u>16,800</u>
<b>At 31 March 2021</b>	<u>50,160</u>
<b>Carrying amount</b>	
At 31 March 2021	<u>33,240</u>
At 31 March 2020	<u>50,040</u>

### 16. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 April 2020	32,712,239	2,363,257	4,230	<b>35,079,726</b>
Additions	974,412	127,225	–	<b>1,101,637</b>
<b>At 31 March 2021</b>	<u>33,686,651</u>	<u>2,490,482</u>	<u>4,230</u>	<u><b>36,181,363</b></u>
<b>Depreciation</b>				
At 1 April 2020	5,788,392	2,207,587	4,230	<b>8,000,209</b>
Charge for the year	672,950	42,434	–	<b>715,384</b>
<b>At 31 March 2021</b>	<u>6,461,342</u>	<u>2,250,021</u>	<u>4,230</u>	<u><b>8,715,593</b></u>
<b>Carrying amount</b>				
At 31 March 2021	<u>27,225,309</u>	<u>240,461</u>	<u>–</u>	<u><b>27,465,770</b></u>
At 31 March 2020	<u>26,923,847</u>	<u>155,670</u>	<u>–</u>	<u><b>27,079,517</b></u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

**Year ended 31 March 2021**

### 17. Investments

	<b>Investment properties £</b>
<b>Cost or valuation</b>	
At 1 April 2020	2,270,500
Additions	—
Fair value movements	1,000
<b>At 31 March 2021</b>	<u><b>2,271,500</b></u>
<b>Impairment</b>	
<b>At 1 April 2020 and 31 March 2021</b>	
<b>Carrying amount</b>	
<b>At 31 March 2021</b>	<u><b>2,271,500</b></u>
At 31 March 2020	<u>2,270,500</u>

The above carrying amounts are recognised as follows:

	<b>Investment properties £</b>
<b>At 31 March 2021</b>	
Held at fair value	2,271,500
Held at historical cost less impairment	—
<b>At 31 March 2020</b>	
Held at fair value	2,270,500
Held at historical cost less impairment	—

#### **Investment properties**

Investment Properties have been valued as follows: -

a. The properties in Birmingham East & Central, Leicester, Blackheath, Sheffield, Luton and Glasgow North were valued by independent Estate agents with many years' experience based on open market value.

b. All the properties in Keighley were valued at open market by the Trustees using an online tool.

c. Method of valuation of all the properties was the open market value.

### 18. Stocks

	<b>2021 £</b>	<b>2020 £</b>
Books	<u><b>70,000</b></u>	<u><b>65,000</b></u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 19. Debtors

	2021	2020
	£	£
Prepayments and accrued income	–	28,333
Loans Given to 3 <sup>rd</sup> parties	39,712	40,512
Gift aid receivable	<u>1,112,759</u>	<u>556,487</u>
	<u><b>1,152,471</b></u>	<u><b>625,332</b></u>

### 20. Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	30,941	15,267
Social security and other taxes	2,496	8,870
Credit Card	8,467	6,835
3 <sup>rd</sup> party loans	<u>1,651,128</u>	<u>1,643,663</u>
	<u><b>1,693,032</b></u>	<u><b>1,674,635</b></u>

### 21. Pensions and other post retirement benefits

#### Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £22,234 (2020: £22,502).

### 22. Analysis of charitable funds

#### Unrestricted funds

	At				Gains and	At
	1 Apr 2020	Income	Expenditure	Transfers	losses	31 Mar 2021
	£	£	£	£	£	£
General funds	<u>28,577,183</u>	<u>5,034,659</u>	<u>(3,981,691)</u>	<u>(167,000)</u>	<u>1,000</u>	<u><b>29,464,151</b></u>

	At				Gains and	At
	1 Apr 2019	Income	Expenditure	Transfers	losses	31 Mar 2020
	£	£	£	£	£	£
General funds	<u>25,674,522</u>	<u>7,081,028</u>	<u>(4,443,588)</u>	<u>(183,908)</u>	<u>449,129</u>	<u><b>28,577,183</b></u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 22. Analysis of charitable funds *(continued)*

#### Restricted funds

	At 1 Apr 2020	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2021
	£	£	£	£	£	£
	–	–	–	–	–	–
Food Program	3,286	305,273	(453,160)	145,000	–	399
Water Projects	10,780	327,292	(314,321)	–	–	23,751
Education Project	371,630	591,948	(587,029)	–	–	376,549
All Other						
Restricted Funds	4,308,419	432,979	(448,682)	–	–	4,292,716
Qurbani Project	211,986	482,994	(579,124)	–	–	115,856
Orphans Projects	233,216	457,125	(405,708)	–	–	284,633
Community						
Centres	133,006	619,605	(719,129)	–	–	33,482
Health Project	14,098	35,684	(70,943)	22,000	–	839
Yemen Project	60,459	190,837	(166,569)	–	–	84,727
	<u>5,346,880</u>	<u>3,443,737</u>	<u>(3,744,665)</u>	<u>167,000</u>	<u>–</u>	<u>5,212,952</u>

	At 1 Apr 2019	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2020
	£	£	£	£	£	£
Qurbani Project	211,986	–	–	–	–	211,986
Food Program	3,319	319,204	(449,237)	130,000	–	3,286
Water Projects	39,639	254,538	(283,397)	–	–	10,780
Education Project	280,803	587,266	(496,439)	–	–	371,630
All Other						
Restricted Funds	4,288,399	637,768	(617,748)	–	–	4,308,419
Rohingya Project	4,121	403,931	(461,960)	53,908	–	–
Orphans Projects	191,393	468,524	(426,701)	–	–	233,216
Community						
Centres	38,310	326,878	(232,182)	–	–	133,006
Health Project	18,739	33,104	(37,745)	–	–	14,098
Yemen Project	–	136,979	(76,520)	–	–	60,459
	<u>5,076,709</u>	<u>3,168,192</u>	<u>(3,081,929)</u>	<u>183,908</u>	<u>–</u>	<u>5,346,880</u>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 22. Analysis of charitable funds *(continued)*

The purpose of each of the funds is as follows: -

**Qurbani Project** - This is the annual sacrifice of animals by Muslims worldwide as part of their religious requirement. The meat is then distributed to the poor people locally.

**Education Project** - Funds for the education of children, usually orphans who struggle to find support locally.

**Orphans Project** - Funds to provide for shelter, clothing and food for orphans worldwide.

**Community Centres** - to provide Community Centres, Mosques etc. wherever needed by the local community.

**Water Project** - Funds to provide water to those deprived by putting in wells etc, also clean water to others.

**Food Program** - Funds utilised to provide Food to all those deprived of this basic need.

**Yemen Project** - Funds utilised to provide Food, shelter and other basic needs to the Yemen Refugees.

**All Other Restricted Funds** - This comprises over 80 other restricted funds collected for various purposes - all related to removing human sufferings, provide shelter, clothing and food, clean water, education facilities, establish work for people to look after themselves.

### 23. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Intangible assets	33,240	–	33,240
Tangible fixed assets	25,847,986	1,617,784	27,465,770
Investments	2,271,500	–	2,271,500
Current assets	3,004,457	3,595,168	6,599,625
Creditors less than 1 year	(1,693,032)	–	(1,693,032)
<b>Net assets</b>	<b>29,464,151</b>	<b>5,212,952</b>	<b>34,677,103</b>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Intangible assets	50,040	–	50,040
Tangible fixed assets	25,518,626	1,560,891	27,079,517
Investments	2,270,500	–	2,270,500
Current assets	2,412,652	3,785,989	6,198,641
Creditors less than 1 year	(1,674,635)	–	(1,674,635)
<b>Net assets</b>	<b>28,577,183</b>	<b>5,346,880</b>	<b>33,924,063</b>

# UK Islamic Mission

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

### 24. Analysis of changes in net debt

	At 1 Apr 2020	Cash flows	At 31 Mar 2021
	£	£	£
Cash at bank and in hand	<u>5,508,309</u>	<u>(131,155)</u>	<u>5,377,154</u>

### 25. Related parties

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 102.

