

# THE BIRMINGHAM MOSQUE TRUST LIMITED

England & Wales · Charity number 259545

## Details

---

Other names	CENTRAL MOSQUE
Status	Registered
Legal form	Charitable company
Company number	<a href="#">00961846</a>
Registered	1969-10-31
Register	<a href="#">View on the Charity Commission register</a>

## Contact

---

Address	Birmingham Central Mosque 180 Belgrave Middleway Highgate Birmingham B12 0XS
Phone	00441214405355
Email	<a href="mailto:enquiries@centralmosque.org.uk">enquiries@centralmosque.org.uk</a>
Website	<a href="http://www.centralmosque.org.uk">www.centralmosque.org.uk</a>

## Activities

---

**Objects:** 5.1.1. TO ADVANCE THE RELIGION OF ISLAM FOR THE BENEFIT OF THE PUBLIC BY, BUT NOT LIMITED TO, THE HOLDING OF PRAYER MEETINGS, LECTURES, PUBLIC CELEBRATION OF RELIGIOUS FESTIVALS, WEDDINGS, FUNERAL SERVICES, EXHIBITIONS, THE PROVISION AND MAINTENANCE OF PLACES OF PUBLIC RELIGIOUS WORSHIP BY PERSONS PROFESSING THE RELIGION OF ISLAM, THE PROVISION AND MAINTENANCE OF RELIGIOUS AND EDUCATIONAL CENTRES, A SOCIAL AND CULTURAL CENTRE AND OTHER PLACES OF STUDY, THE PROVISION AND MAINTENANCE OF CEMETERIES AND BURIAL PLACES FOR THE BURIAL, IN ACCORDANCE WITH ISLAMIC RITES, OF PERSONS PROFESSING THE RELIGION OF ISLAM, PRODUCING AND/OR DISTRIBUTING LITERATURE ON ISLAMIC BELIEF AND PRACTICE TO HELP ENLIGHTEN OTHERS ABOUT THE RELIGION OF ISLAM; 5.1.2. THE ADVANCEMENT OF RELIGIOUS EDUCATION IN ACCORDANCE WITH THE TEACHINGS OF ISLAM; 5.1.3. THE PROMOTION OF RELIGIOUS HARMONY FOR THE BENEFIT OF THE PUBLIC; AND 5.1.4. THE RELIEF OF POVERTY AND THOSE IN NEED IN ACCORDANCE WITH THE TEACHINGS OF ISLAM IN SUCH WAYS AS MAY BE THOUGHT FIT.

**Activities:** Daily, Friday and Eid prayers. Family support service for family disputes, divorce, marriage introductions and funeral services. Out of School hours activities Organise educational trips, sport and recreational activities, event study circles, health and fitness activities, classes for martial arts. Mosque tours and briefings for visitors and Interfaith dialogue and seminars.

## Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities, Arts/culture/heritage/science, Amateur Sport, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, The General Public/mankind

## Geography

- **Area of benefit:** BIRMINGHAM
- Birmingham City

## Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,669,849	£795,176	£7,817,790	22
2024-03-31	£1,273,989	£652,727	£6,943,117	19
2023-03-31	£1,522,015	£667,619	£6,321,855	18
2022-03-31	£1,339,213	£502,820	£5,467,459	17
2021-03-31	£987,137	£376,604	£4,631,066	19

## Trustees

Name	Role	Appointed
MOHAMMED NAJIB	Chair	2021-10-02
ABDUL YAHIA RAKEEB		
AHMAD MAKHDOOM CHISHTI		2022-10-01
ALI YOUSIF MOHAMED		2024-10-05
ALLAH DITTA		2023-10-07
Dr MOHAMMED HANIF		2019-10-05
JAVED IQBAL AZIZ		2025-12-13
MAHMOOD AHMED		
MOHAMMAD ASGHAR		2023-10-07
MOHAMMED AKRAM		2022-10-01
MOHAMMED NAJIB		2025-12-13
MUHAMMAD AFZAL		2021-10-02
MUHAMMAD MOHIUDDIN QAMAR		2024-10-05
MUHAMMAD SARFRAZ MADNI		2024-10-05
NASSAR MAHMOOD		2022-10-01
TAHIR MAHMOOD ALAM		2020-10-03
TARIQ HUSSAIN		2017-10-14
ZAFAR ALAM CHAUDHARY		2024-10-05

**THE BIRMINGHAM MOSQUE TRUST LIMITED**

England & Wales - Charity number 259545

---

# Accounts

---

Company registration number: 00961846

Charity registration number: 259545

# The Birmingham Mosque Trust Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2025

# The Birmingham Mosque Trust Limited

## Contents

Reference and Administrative Details	1 to 2
Trustees and Directors' Report	3 to 7
Statement of Trustees' Responsibilities	8
Independent Auditors' Report	9 to 11
Statement of Financial Activities	12
Balance Sheet	13
Statement of Cash Flows	14
Notes to the Financial Statements	15 to 25

## The Birmingham Mosque Trust Limited

### Reference and Administrative Details

<b>Chairman</b>	Mr Muhammad Afzal
<b>Trustees</b>	Mr Muhammad Afzal Mr Mahmood Ahmed Mr Abdul Razzaq (Death 30 September 2024) Mr Abdul Rakeeb Yahia Mr Niaz Ahmad (resigned 5 October 2024) Mr Mohammed Najib Mr Javed Iqbal Aziz (resigned 5 October 2024) Mr Tahir Mahmood Alam Dr Muhammad Hanif Mr Mohammad Hasham (resigned 5 October 2024) Mr Tariq Hussain Mr Muhammad Mohiuddin Qamar Mr Maqbool Ahmed Mr Mohammed Najib Budhal (Resigned 10 January 2025) Mr Muhammed Sarwar (Death 20 January 2025) Mohammed Akram Dr Mahmood Akhtar Nassar Mahmood Ahmad Makhdoom Chishti Allah Ditta Mohammad Asghar Zafar Alam Chaudhry (appointed 5 October 2024) Muhammad Sarfraz Madni (appointed 5 October 2024) Ali Yousif Mohamed (appointed 5 October 2024) Abdul Rehman Mahmood (Death 3 May 2025)
<b>Registered Office</b>	180 Belgrave Middleway Highgate Birmingham West Midlands B12 0XS
<b>Company Registration Number</b>	00961846
<b>Charity Registration Number</b>	259545

## **The Birmingham Mosque Trust Limited**

### **Reference and Administrative Details**

**Bankers**

Al Rayan Bank  
24a Calthorpe Road  
Edgbaston  
Birmingham  
West Midlands  
B15 1RP

**Auditor**

Shareef Chartered Accountants  
4 Highlands Court  
Cranmore Avenue, Solihull  
B90 4LE

## **The Birmingham Mosque Trust Limited**

### **Trustees and Directors' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 March 2025.

#### **The Birmingham Mosque Trust Limited**

The Birmingham Mosque Trust Limited (BMTL), manages the Birmingham Central Mosque, which is located in the heart of England's second biggest city Birmingham. Birmingham Central Mosque is the second purpose built Mosque in the UK. In early 1970 it opened its doors for the Birmingham community as a place of worship. Birmingham Central Mosque is nationally known for reference and advocacy of Muslims and Islamic issues. Since the mosque was built, it has become a focal point for the Birmingham Muslim community. Over the years, Muslims and Non-Muslims have used the mosque's premises for events such as meetings, lectures, studies, community and educational purposes.

#### **Objectives and activities**

##### ***Objects and aims***

- to advance the religion of Islam for the benefit of the public by, but not limited to, the holding of prayer meetings, lectures, public celebration of religious festivals, weddings, exhibitions and funeral services
- the provision and maintenance of places of public religious worship by persons professing the religion of Islam
- the provision and maintenance of religious, educational, social and cultural centres and other places of study
- producing and/or distributing literature on Islamic belief and practice to help enlighten others about the religion of Islam; the advancement of religious education in accordance with the teachings of Islam
- the promotion of religious harmony for the benefit of the public
- the relief of poverty and those in need in accordance with the teachings of Islam in such ways as may be thought fit

##### ***Public benefit***

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

# The Birmingham Mosque Trust Limited

## Trustees and Directors' Report

### Delivery of Services to the Community

There are numerous services provided by the Trust to the community on a continuous basis in fulfilling its charitable aim and goals:

#### 1. Family Support Service & Counselling Service

This department deals with family related issues and marital problems. It endeavors to advise, assist in resolving problematic issues through mediation and counselling.

#### 2. Shariah Council

The Shariah Council provides advice and assistance for Muslims seeking a religious and theological perspective on social, domestic and general issues. It also deals with matters related to Islamic Nikah.

#### 3. New Muslim Support Services

BMTL facilitates the conversion of new Muslims into the Islamic Faith and provides educational services and a social support network. Regular classes and events are held for such purposes.

#### 4. Interfaith Forums

BMTL participates in and interacts actively with other faiths leaders and the wider community to promote mutual positive understanding of different faith communities. We work to promote social harmony, justice and creating a peaceful a society for all.

#### 5. Ramadan Special Services

The Birmingham Central Mosque has continued to engage actively in the community and beyond. In addition to regular special prayer services and night prayers, BMTL hosts Iftaar (serving food) during holy month of Ramadan for more than 400 people on a daily basis.

#### 6. Marriage Bureau

BMTL provides an introduction service for Muslim men and women for marriage purposes. The Bureau operates via dedicated website for match making purposes and organises regular public events in the mosque for clients to facilitate a face-to-face introduction.

#### 7. Islamic Nikah and Civil Marriage Service

The mosque provides Nikah (Islamic Marriage) registration and Civil Marriage registration services which takes place at the same time. The mosque is linked with the Registrar of Marriages Office for conducting legally recognised civil Muslim marriages and issues certificates on behalf of the Registrar and Nikah Certification.

#### 8. Funeral Services

The Trust facilitates Funeral Services - specialising in making arrangements for Islamic funeral arrangements for the community. This is very busy service that involved regular gatherings for commiserative purposes in the mosque and for the offering of funeral prayers.

#### 9. Open Mosque Project - Mosque Visits

The Trust operates a free guided tours of the Mosque for people of different faiths or none on a regular basis to promote an accurate and positive understanding of Islamic beliefs and values and mosque activities. This is a very popular service from which many school children and other educational institutions benefit to facilitate a better and richer understanding of Islam and Muslims in the UK.

#### 10. Islamic Education Service

The Trust runs an Evening and a Weekend Islamic supplementary school to educate Muslim children between the ages of 5 to 15 years in their Islamic beliefs, values and culture. The main subjects taught school Al-Qur'an, Arabic language, Islamic Studies, and Hifz (Memorisation) of the Qur'an.

#### 11. Ask the Imam Service - Islamic Advice Service

## The Birmingham Mosque Trust Limited

### Trustees and Directors' Report

The Trust operates an Islamic advice line via a phone and or a call back service. This runs 6 days of the week and for 2 hours per day. The advice provided by an experienced and qualified Imam or Scholar.

#### 12. Fundraising for disasters and emergencies

The Trust partners with major UK registered charities to alleviate the suffering of people affected by natural disasters all around the world. Funds are raised for such purposes on a regular basis to aid the poor and needy.

#### 13. Food bank and outreach services

The Trust provide a foodbank service located outside on its premises to support the poor and needy in the community. The foodbank opens twice a week to assist those registered for support. There has been a significant rise of users during the last year and the Trust continues to support the vulnerable and the neediest in the heart of Birmingham City Centre. In addition to the regular services, during Ramadan, as part of the outreach project, iftaar (food) packages were provided throughout the month of Ramadan.

The Food bank service caters for all communities and faiths.

#### **Facilities**

- Main prayer hall
- Classrooms
- Library
- Mortuary
- Community hall
- Ladies' prayer gallery
- Visitors' gallery

#### **Capital Project update:**

The BMTL has embarked on a large and extensive construction project which involved the complete demolition of the front section of the existing mosque and erection of a independent annexe building (with its own facilities) adjacent the existing mosque.

The new development will provide facilities for training, education, community interaction and ablution facilities for ladies and gentlemen.

Planning permission and building regulations approvals were granted in 2019 and 2020 respectively. The project required 5 phases, of which 4 have now been completed, as follows:

Phase 1 - Enabling Work - COMPLETED

Phase 2 - Demolition - COMPLETED

Phase 3 - Piling, Foundation, Drainage, Floors, Stairs & Skeleton Frame - COMPLETED

Phase 3A - Piling - COMPLETED

Phase 3B - Foundation & Drainage - COMPLETED

Phase 3C - Attenuation Drainage, Floors, Stairs & Frame - COMPLETED

Phase 4 - External, Internal, Roof & External Doors/Windows - COMPLETED

Phase 5 - Mechanical, Electrical, Finishes and Internal Work & Furnishing STARTED SEPTEMBER 2023

The work is still ongoing to complete phase 5, overseen by a qualified quantity surveyor. Payments are made once the QS approves the spending. This phase is provisionally expected to finish in December 2025

# **The Birmingham Mosque Trust Limited**

## **Trustees and Directors' Report**

### ***Grant making policies***

The Mosque makes grants to charities to deliver relief projects. The Trustees directly or appoint a committee to assess the suitability of the charity partner. The criteria applied is to assess the ability to deliver, give feedback reports and management of reputational risks.

### ***Use of volunteers***

The charity has around 30 volunteers. The details are kept in the office. The volunteers are called upon during large events. The Mosque is in the process of developing a formal volunteers policy and systems to manage and train volunteers.

### ***Financial review***

During the year the Mosque raised £1.67m (2024: £1.27m) and spent £0.79m (2024: £0.65m). The net movement in funds was £0.87m (2024: £0.62m).

The Mosques carry forward reserves are £7.82m (2024: £6.94m). This included general reserves of £3.56m (2024: £3.27m).

### ***Policy on reserves***

After reviewing the immediate and medium term requirements of The Birmingham Mosque Trust Limited (BMTL), the present level of funding is adequate to support the continuation of the current activities.

### ***Plans for future periods***

#### ***Activities planned to achieve aims***

The Annex is planned to open end of Dec 2025. The new Annex will provide additional and good quality space for the evening classes and various ongoing and new programmes and activities.

### ***Going concern***

The trustees consider the Mosque to be a going concern. The position of the year end general reserves and the ongoing fundraising activities is sufficient to meet the short term and medium needs of the Mosque.

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

#### ***Induction and training of trustees***

New Trustees undergo a briefing on their legal commitments under charity law, the content of the Memorandum and Articles of Association, the Management Committee and decision making processes, the business plan and recent financial performance of the charity. New Trustees also meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

## The Birmingham Mosque Trust Limited

### Trustees and Directors' Report

#### **Organisational structure**

The Trust was incorporated as a limited company on 11 September 1969. It is governed by a Memorandum and Articles of Association and is registered at the Companies House under number 00961846.

The Trustees (i.e. Management Council) are elected by the members of the trust at the Annual General Meeting. They are responsible for the day to day running of the BMTL.

The overall management and control of the charity is the responsibility of the Trustees who give their time freely and receive no remuneration or other benefits for carrying out their role.

The Trustees meet on a monthly basis to make operational decisions relating to the administration and management of the mosque and community centre.

#### **Majors risks and mangement of these risks**

The Trustees have assessed the principal risks facing the Charity and have put in place measures to mitigate those risks. The key risks identified are set out below:

##### **Risk of reduced donations**

A decline in donations could delay or halt the planned refurbishment and impact ongoing activities. This risk is managed through active fundraising strategies, including regular donation reminders, online fundraising campaigns via social media and the website, and the organisation of fundraising events. Trustees and volunteers also engage directly with donors and local businesses to encourage continued financial support.

##### **Risk of building closure**

Closure of the Mosque premises would adversely affect the delivery of religious, educational, and community activities. This risk is mitigated through robust fire safety systems and procedures, regular health and safety inspections, and comprehensive security measures, including monitored alarm systems, CCTV, and on-site oversight.

##### **Reputational risk**

Adverse publicity could negatively affect the Mosque's ability to raise funds and deliver services. The Trustees manage this risk by ensuring that the Mosque does not provide a platform for controversial speakers and by taking prompt action on issues that may attract negative attention. Where necessary, professional public relations advice is sought to guide the Charity's response and protect its reputation.

The Trustees believe that appropriate systems and controls are in place to manage these risks effectively.

#### **Disclosure of information to auditor**

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 12 December 2025 and signed on its behalf by:

.....  
Mr Mohammed Najib  
Trustee

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of The Birmingham Mosque Trust Limited for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

## **The Birmingham Mosque Trust Limited**

### **Independent Auditor's Report to the Members of The Birmingham Mosque Trust Limited**

#### **Opinion**

We have audited the financial statements of The Birmingham Mosque Trust Limited (the 'charity') for the year ended 31 March 2025, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

## **The Birmingham Mosque Trust Limited**

### **Independent Auditor's Report to the Members of The Birmingham Mosque Trust Limited**

#### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees and Directors' Report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees and Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 8), 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**

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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement 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 charity's internal control.

## The Birmingham Mosque Trust Limited

### Independent Auditor's Report to the Members of The Birmingham Mosque Trust Limited

- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

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.

#### Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's trustees 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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....  
Naeem Shareef (Senior Statutory Auditor)  
For and on behalf of Shareef Chartered Accountants, Statutory Auditor

4 Highlands Court  
Cranmore Avenue, Solihull  
B90 4LE

Date: 12 December 2025

## The Birmingham Mosque Trust Limited

### Statement of Financial Activities for the Year Ended 31 March 2025 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2025 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	717,452	715,330	1,432,782
Other income	4	<u>237,067</u>	<u>-</u>	<u>237,067</u>
Total income		<u>954,519</u>	<u>715,330</u>	<u>1,669,849</u>
<b>Expenditure on:</b>				
Charitable activities	5	<u>(659,900)</u>	<u>(135,276)</u>	<u>(795,176)</u>
Total expenditure		<u>(659,900)</u>	<u>(135,276)</u>	<u>(795,176)</u>
Net income		<u>294,619</u>	<u>580,054</u>	<u>874,673</u>
Net movement in funds		294,619	580,054	874,673
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>3,268,715</u>	<u>3,674,402</u>	<u>6,943,117</u>
Total funds carried forward	17	<u><u>3,563,334</u></u>	<u><u>4,254,456</u></u>	<u><u>7,817,790</u></u>

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	601,050	464,434	1,065,484
Other income	4	<u>208,505</u>	<u>-</u>	<u>208,505</u>
Total income		<u>809,555</u>	<u>464,434</u>	<u>1,273,989</u>
<b>Expenditure on:</b>				
Charitable activities	5	<u>(611,370)</u>	<u>(41,357)</u>	<u>(652,727)</u>
Total expenditure		<u>(611,370)</u>	<u>(41,357)</u>	<u>(652,727)</u>
Net income		<u>198,185</u>	<u>423,077</u>	<u>621,262</u>
Net movement in funds		198,185	423,077	621,262
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>3,070,530</u>	<u>3,251,325</u>	<u>6,321,855</u>
Total funds carried forward	17	<u><u>3,268,715</u></u>	<u><u>3,674,402</u></u>	<u><u>6,943,117</u></u>

## The Birmingham Mosque Trust Limited

(Registration number: 00961846)  
Balance Sheet as at 31 March 2025

	Note	2025 £	2024 £
<b>Fixed assets</b>			
Tangible assets	13	7,087,410	5,381,362
<b>Current assets</b>			
Debtors	14	296,278	107,618
Cash at bank and in hand	15	<u>690,780</u>	<u>1,570,283</u>
		987,058	1,677,901
<b>Creditors: Amounts falling due within one year</b>	16	<u>(256,678)</u>	<u>(116,146)</u>
<b>Net current assets</b>		<u>730,380</u>	<u>1,561,755</u>
<b>Net assets</b>		<u>7,817,790</u>	<u>6,943,117</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		4,254,456	3,674,402
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>3,563,334</u>	<u>3,268,715</u>
<b>Total funds</b>	17	<u>7,817,790</u>	<u>6,943,117</u>

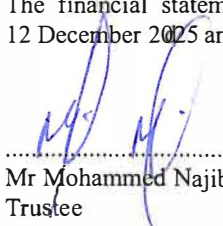
For the financial year ending 31 March 2025 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 12 to 25 were approved by the trustees, and authorised for issue on 12 December 2025 and signed on their behalf by:

  
.....  
Mr Mohammed Najib  
Trustee

## The Birmingham Mosque Trust Limited

### Statement of Cash Flows for the Year Ended 31 March 2025

	Note	2025 £	2024 £
<b>Cash flows from operating activities</b>			
Net cash income		874,673	621,262
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		<u>167,271</u>	<u>131,230</u>
		1,041,944	752,492
<b>Working capital adjustments</b>			
Increase in debtors	14	(188,660)	(107,618)
Increase in creditors	16	<u>140,532</u>	<u>20,171</u>
Net cash flows from operating activities		993,816	665,045
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets	13	<u>(1,873,319)</u>	<u>(652,445)</u>
Net (decrease)/increase in cash and cash equivalents		(879,503)	12,600
Cash and cash equivalents at 1 April		<u>1,570,283</u>	<u>1,557,683</u>
Cash and cash equivalents at 31 March		<u><u>690,780</u></u>	<u><u>1,570,283</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2025**

#### **1 Charity status**

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

180 Belgrave Middleway  
Highgate  
Birmingham  
West Midlands  
B12 0XS

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

##### **Basis of preparation**

The Birmingham Mosque Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

##### **Income and endowments**

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

##### **Donations and legacies**

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### **Charitable activities**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Grant provisions**

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Tangible fixed assets**

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Land and buildings	50 years straight line
Fixtures and fittings	20% reducing balance

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2025**

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Foreign exchange**

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

#### **Fund structure**

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2025**

#### **Pensions and other post retirement obligations**

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### 3 Income from donations and legacies

	2025	2024
	£	£
Building - Extension Project	595,117	379,973
Gift Aid	148,332	107,618
Public Donations	493,567	411,287
Zakat & Relief Projects	120,213	84,461
Education	75,553	82,145
	<u>1,432,782</u>	<u>1,065,484</u>

#### 4 Other income

	2025	2024
	£	£
Rental Income	90,526	73,585
Family Counselling service	53,689	66,820
Grant Income	32,964	8,600
Marriage services	59,888	59,500
	<u>237,067</u>	<u>208,505</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### 5 Expenditure on charitable activities

	Activity undertaken directly £	Grant funding of activity £	Activity support costs £	Total 2025 £	Total 2024 £
Employment cost	249,411	-	-	249,411	252,254
Depreciation	167,271	-	-	167,271	131,230
Facilities cost	14,596	-	-	14,596	9,038
Governance	-	-	9,554	9,554	22,401
Office expenses	15,916	-	-	15,916	12,928
Mosque services	115,662	-	-	115,662	81,195
Marketing	8,925	-	-	8,925	10,258
Utilities	56,409	-	-	56,409	46,680
Zakat and Relief Projects	-	139,081	-	139,081	70,971
Repairs and Renewals	18,351	-	-	18,351	15,772
	<u>646,541</u>	<u>139,081</u>	<u>9,554</u>	<u>795,176</u>	<u>652,727</u>

During the year, the charity collected £120,213 (2024: £84,461) for Zakat and Relief projects and spent £139,081 (2024: £70,971) on related projects.

#### 6 Analysis of governance and support costs

##### Governance costs

	Unrestricted funds General £	Total 2025 £	Total 2024 £
Audit fees			
Audit of the financial statements	6,800	6,800	7,800
Legal and professional fees	2,754	2,754	14,601
	<u>9,554</u>	<u>9,554</u>	<u>22,401</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### 7 Grant-making

Below are details of material grants made to institutions

Name of institution	2025 £	2024 £
Islamic Relief UK	134,276	15,000
Ummah Care Foundation	-	3,932
UK Care For Children	-	5,000
Mercy International	-	5,000
Read Foundation	-	2,000
Al Hijrah Education Foundation	-	2,000
Edhi International Foundation UK	-	3,000
Al-Shifa Trust	-	2,000
Imran Khan Cancer Appeal	-	2,000
Social Unity Foundation	-	1,000
Sahara for Life Trust	-	425
STL	1,000	-
	<u>135,276</u>	<u>41,357</u>

#### 8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2025 £	2024 £
Audit fees	6,800	7,800
Depreciation of fixed assets	<u>167,271</u>	<u>131,230</u>

#### 9 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### 10 Staff costs

The aggregate payroll costs were as follows:

	2025 £	2024 £
<b>Staff costs during the year were:</b>		
Wages and salaries	189,914	188,588
Social security costs	2,148	2,220
Pension costs	2,765	2,125
	<u>194,827</u>	<u>192,933</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2025 No	2024 No
Staff	<u>22</u>	<u>19</u>

No employee received emoluments of more than £60,000 during the year.

#### 11 Auditors' remuneration

	2025 £	2024 £
Audit of the financial statements	<u>6,800</u>	<u>7,800</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### 12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 13 Tangible fixed assets

	Land and buildings Freehold £	Furniture and equipment £	Total £
<b>Cost</b>			
At 1 April 2024	6,141,655	421,851	6,563,506
Additions	<u>1,873,319</u>	<u>-</u>	<u>1,873,319</u>
At 31 March 2025	<u>8,014,974</u>	<u>421,851</u>	<u>8,436,825</u>
<b>Depreciation</b>			
At 1 April 2024	795,155	386,989	1,182,144
Charge for the year	<u>160,299</u>	<u>6,972</u>	<u>167,271</u>
At 31 March 2025	<u>955,454</u>	<u>393,961</u>	<u>1,349,415</u>
<b>Net book value</b>			
At 31 March 2025	<u>7,059,520</u>	<u>27,890</u>	<u>7,087,410</u>
At 31 March 2024	<u>5,346,500</u>	<u>34,862</u>	<u>5,381,362</u>

#### 14 Debtors

	2025 £	2024 £
Other debtors	<u>296,278</u>	<u>107,618</u>

#### 15 Cash and cash equivalents

	2025 £	2024 £
Cash on hand	24,593	28,920
Cash at bank	<u>666,187</u>	<u>1,541,363</u>
	<u>690,780</u>	<u>1,570,283</u>

#### 16 Creditors: amounts falling due within one year

	2025 £	2024 £
Other creditors	243,949	100,148
Accruals	<u>12,729</u>	<u>15,998</u>
	<u>256,678</u>	<u>116,146</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### 17 Funds

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Balance at 31 March 2025 £
<b>Unrestricted funds</b>				
General	3,268,715	954,519	(659,900)	3,563,334
<b>Restricted funds</b>	<u>3,674,402</u>	<u>715,330</u>	<u>(135,276)</u>	<u>4,254,456</u>
<b>Total funds</b>	<u>6,943,117</u>	<u>1,669,849</u>	<u>(795,176)</u>	<u>7,817,790</u>
	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Balance at 31 March 2024 £
<b>Unrestricted funds</b>				
General	3,070,530	809,555	(611,370)	3,268,715
<b>Restricted funds</b>	<u>3,251,325</u>	<u>464,434</u>	<u>(41,357)</u>	<u>3,674,402</u>
<b>Total funds</b>	<u>6,321,855</u>	<u>1,273,989</u>	<u>(652,727)</u>	<u>6,943,117</u>

The specific purposes for which the funds are to be applied are as follows:

The restricted reserves relate to the Annex project.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2025

#### 18 Analysis of net assets between funds

	Unrestricted General £	Restricted funds £	Total funds at 31 March 2025 £
Tangible fixed assets	3,027,806	4,059,604	7,087,410
Current assets	587,058	400,000	987,058
Current liabilities	<u>(51,530)</u>	<u>(205,148)</u>	<u>(256,678)</u>
Total net assets	<u>3,563,334</u>	<u>4,254,456</u>	<u>7,817,790</u>
	Unrestricted General £	Restricted funds £	Total funds at 31 March 2024 £
Tangible fixed assets	1,706,960	3,674,402	5,381,362
Current assets	1,677,901	-	1,677,901
Current liabilities	<u>(116,146)</u>	<u>-</u>	<u>(116,146)</u>
Total net assets	<u>3,268,715</u>	<u>3,674,402</u>	<u>6,943,117</u>

#### 19 Related party transactions

##### **Bootcamp Media Limited (Company no: 08078066)**

Jamil Shabir is the sole director and a person with control of Bootcamp Media Limited, by virtue of owning 48.2% of the share capital. In 2022, the charity trustees were informed that Jamil Shabir was the nephew and therefore a related party of Maqbool Ahmed, a trustee and Chair of the charity at the time.

The charity made payments of £36,180 to Bootcamp Media Limited for website and pay-per-click management services. These payments were not declared as related party transactions in the charity's past financial statements as below:

Financial statement's year ending 31 March 2022 - £9,000, Not declared.

Financial statement's year ending 31 March 2023 - £27,180, Not declared.



**THE BIRMINGHAM MOSQUE TRUST LIMITED**

England & Wales - Charity number 259545

---

# Accounts

---

Company registration number: 00961846

Charity registration number: 259545

# The Birmingham Mosque Trust Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2024

# **The Birmingham Mosque Trust Limited**

## **Contents**

Reference and Administrative Details	1 to 2
Trustees and Directors' Report	3 to 7
Independent Auditors' Report	8 to 11
Statement of Financial Activities	12
Balance Sheet	13 to 14
Statement of Cash Flows	15
Notes to the Financial Statements	16 to 27

## **The Birmingham Mosque Trust Limited**

### **Reference and Administrative Details**

<b>Chairman</b>	Mr Muhammad Afzal
<b>Trustees</b>	Mr Muhammad Afzal Mr Sajawal Khan (resigned 7 October 2023) Mr Abdul Rehman Mahmood Mr Mahmood Ahmed Mr Abdul Razzaq (resigned 30 September 2024) Mr Abdul Rakeeb Yahia Mr Niaz Ahmad (resigned 5 October 2024) Mr Mohammed Najib Mr Javed Iqbal Aziz (resigned 5 October 2024) Mr Tahir Mahmood Alam Dr Muhammad Hanif Mr Mohammad Hasham (resigned 5 October 2024) Mr Tariq Hussain Mr Muhammad Mohiuddin Qamar Mr Maqbool Ahmed Mr Munir Ahmed Raza (resigned 7 October 2023) Mr Mohammed Najib Budhal Mohammed Akram Dr Mahmoud Akhtar Nassar Mahmood Ahmad Makhdoom Chishti Allah Ditta (appointed 7 October 2023) Mohammad Asghar (appointed 7 October 2023) Mohammad Sarwar (appointed 7 October 2023) Zafar Alam Chaudhry (appointed 5 October 2024) Muhammad Sarfraz Madni (appointed 5 October 2024) Ali Yousif Mohamed (appointed 5 October 2024)
<b>Registered Office</b>	180 Belgrave Middleway Highgate Birmingham West Midlands B12 0XS
<b>Company Registration Number</b>	00961846

## **The Birmingham Mosque Trust Limited**

### **Reference and Administrative Details**

<b>Charity Registration Number</b>	259545
<b>Bankers</b>	Al Rayan Bank 24a Calthorpe Road Edgbaston Birmingham West Midlands B15 1RP
<b>Auditor</b>	Shareef & Co Chartered Accountants 4 Highlands Court, Cranmore Avenue, Solihul B90 4LE

## **The Birmingham Mosque Trust Limited**

### **Trustees and Directors' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 March 2024.

#### **The Birmingham Mosque Trust Limited**

The Birmingham Mosque Trust Limited (BMTL), manages the Birmingham Central Mosque, which is located in the heart of England's second biggest city Birmingham. Birmingham Central Mosque is the second purpose built Mosque in the UK. In early 1970 it opened its doors for the Birmingham community as a place of worship. Birmingham Central Mosque is nationally known for reference and advocacy of Muslims and Islamic issues. Since the mosque was built, it has become a focal point for the Birmingham Muslim community. Over the years, Muslims and Non-Muslims have used the mosque's premises for events such as meetings, lectures, studies, community and educational purposes.

#### **Objectives and activities**

##### ***Objects and aims***

- to advance the religion of Islam for the benefit of the public by, but not limited to, the holding of prayer meetings, lectures, public celebration of religious festivals, weddings, exhibitions and funeral services
- the provision and maintenance of places of public religious worship by persons professing the religion of Islam
- the provision and maintenance of religious, educational, social and cultural centres and other places of study
- the provision and maintenance of cemeteries and burial places for the burial, in accordance with Islamic rites, of persons professing the religion of Islam
- producing and/or distributing literature on Islamic belief and practice to help enlighten others about the religion of Islam; the advancement of religious education in accordance with the teachings of Islam
- the promotion of religious harmony for the benefit of the public
- the relief of poverty and those in need in accordance with the teachings of Islam in such ways as may be thought fit

##### ***Public benefit***

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

## **The Birmingham Mosque Trust Limited**

### **Trustees and Directors' Report**

#### Delivery of Services to the Community

There are numerous services provided by the Trust to the community on a continuous basis in fulfilling its charitable aim and goals:

##### 1. Family Support Service & Counselling Service

This department deals with family related issues and marital problems. It endeavors to advise, assist in resolving problematic issues through mediation and counselling.

##### 2. Shariah Council

The Shariah Council provides advice and assistance for Muslims seeking a religious and theological perspective on social, domestic and general issues. It also deals with matters related to Islamic Nikah.

##### 3. New Muslim Support Services

BMTL facilitates the conversion of new Muslims into the Islamic Faith and provides educational services and a social support network. Regular classes and events are held for such purposes.

##### 4. Interfaith Forums

BMTL participates in and interacts actively with other faiths leaders and the wider community to promote mutual positive understanding of different faith communities. We work to promote social harmony, justice and creating a peaceful a society for all.

##### 5. Ramadan Special Services

The Birmingham Central Mosque has continued to engage actively in the community and beyond. In addition to regular special prayer services and night prayers, BMTL hosts Iftaar (serving food) during holy month of Ramadan for more than 400 people on a daily basis.

##### 6. Marriage Bureau

BMTL provides an introduction service for Muslim men and women for marriage purposes. The Bureau operates via dedicated website for match making purposes and organises regular public events in the mosque for clients to facilitate a face-to-face introduction.

##### 7. Islamic Nikah and Civil Marriage Service

The mosque provides Nikah (Islamic Marriage) registration and Civil Marriage registration services which takes place at the same time. The mosque is linked with the Registrar of Marriages Office for conducting legally recognised civil Muslim marriages and issues certificates on behalf of the Registrar and Nikah Certification.

##### 8. Funeral Services

The Trust facilitates Funeral Services - specialising in making arrangements for Islamic funeral arrangements for the community. This is very busy service that involved regular gatherings for commiserative purposes in the mosque and for the offering of funeral prayers.

##### 9. Open Mosque Project - Mosque Visits

The Trust operates a free guided tours of the Mosque for people of different faiths or none on a regular basis to promote an accurate and positive understanding of Islamic beliefs and values and mosque activities. This is a very popular service from which many school children and other educational institutions benefit to facilitate a better and richer understanding of Islam and Muslims in the UK.

##### 10. Islamic Education Service

## **The Birmingham Mosque Trust Limited**

### **Trustees and Directors' Report**

The Trust runs an Evening and a Weekend Islamic supplementary school to educate Muslim children between the ages of 5 to 15 years in their Islamic beliefs, values and culture. The main subjects taught school Al-Qur'an, Arabic language, Islamic Studies, and Hifz (Memorisation) of the Qur'an.

#### 11. Ask the Imam Service - Islamic Advice Service

The Trust operates an Islamic advice line via a phone and or a call back service. This runs 6 days of the week and for 2 hours per day. The advice provided by an experienced and qualified Imam or Scholar.

#### 12. Fundraising for disasters and emergencies

The Trust partners with major UK registered charities to alleviate the suffering of people affected by natural disasters all around the world. Funds are raised for such purposes on a regular basis to aid the poor and needy.

#### 13. Food bank and outreach services

The Trust provide a foodbank service located outside on its premises to support the poor and needy in the community. The foodbank opens twice a week to assist those registered for support. There has been a significant rise of users during the last year and the Trust continues to support the vulnerable and the neediest in the heart of Birmingham City Centre. In addition to the regular services, during Ramadan, as part of the outreach project, iftaar (food) packages were provided throughout the month of Ramadan.

#### **Facilities**

- Main prayer hall
- Classrooms
- Library
- Mortuary
- Community hall
- Ladies' prayer gallery
- Visitors' gallery

#### **Capital Project update:**

The BMTL has embarked on a large and extensive construction project which involved the complete demolition of the front section of the existing mosque and erection of a independent annexe building (with its own facilities) adjacent the existing mosque.

The new development will provide facilities for training, education, community interaction and ablution facilities for ladies and gentlemen.

Planning permission and building regulations approvals were granted in 2019 and 2020 respectively. The project required 5 phases, of which 4 have now been completed, as follows:

Phase 1 - Enabling Work - COMPLETED

Phase 2 - Demolition - COMPLETED

Phase 3 - Piling, Foundation, Drainage, Floors, Stairs & Skeleton Frame - COMPLETED

Phase 3A - Piling - COMPLETED

Phase 3B - Foundation & Drainage - COMPLETED

Phase 3C - Attenuation Drainage, Floors, Stairs & Frame - COMPLETED

## **The Birmingham Mosque Trust Limited**

### **Trustees and Directors' Report**

Phase 4 - External, Internal, Roof & External Doors/Windows - COMPLETED

Phase 5 - Mechanical, Electrical, Finishes and Internal Work & Furnishing STARTED SEPTEMBER 2023

The work is still ongoing to complete phase 5, overseen by a qualified quantity surveyor. Payments are made once the QS approves the spending.

#### **Financial review**

During the year, the Mosque raised £1.27m (2023: £1.52m) and spent £0.65m (2023: £0.85m) on charitable activities, resulting in a net income of £0.62m (2023: £0.67m). The Mosque spent £0.64m (2023: £0.85m) on fixed asset additions.

The Mosques total reserves stood at £6.9m (2023: £6.3m), this includes general reserves of £3.3m (2023: 3.1m)

#### ***Policy on reserves***

After reviewing the immediate and medium term requirements of The Birmingham Mosque Trust Limited (BMTL), the present level of funding is adequate to support the continuation of the current activities.

#### **Plans for future periods**

The charity will continue its construction project and if there are no supply chain issues, the project is expected to complete in 2024.

#### **Going concern**

The trustees consider the Mosque to be a going concern. The position of the year end general reserves and the ongoing fundraising activities is sufficient to meet the short term and medium needs of the Mosque.

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

##### ***Induction and training of trustees***

New Trustees undergo a briefing on their legal commitments under charity law, the content of the Memorandum and Articles of Association, the Management Committee and decision making processes, the business plan and recent financial performance of the charity. New Trustees also meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

##### ***Organisational structure***

The Trust was incorporated as a limited company on 11 September 1969. It is governed by a Memorandum and Articles of Association and is registered at the Companies House under number 00961846.

The Trustees (i.e. Management Council) are elected by the members of the trust at the Annual General Meeting. They are responsible for the day to day running of the BMTL.

The overall management and control of the charity is the responsibility of the Trustees who give their time freely and receive no remuneration or other benefits for carrying out their role.

The Trustees meet on a monthly basis to make operational decisions relating to the administration and management of the mosque and community centre.

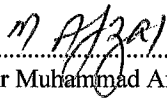
## The Birmingham Mosque Trust Limited

### Trustees and Directors' Report

#### Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on..... and signed on its behalf by:

  
.....  
Mr Muhammad Afzal  
Trustee

## **The Birmingham Mosque Trust Limited**

### **Independent Auditor's Report to the Members of The Birmingham Mosque Trust Limited**

#### **Opinion**

We have audited the financial statements of The Birmingham Mosque Trust Limited (the 'charity') for the year ended 31 March 2024, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

## **The Birmingham Mosque Trust Limited**

### **Independent Auditor's Report to the Members of The Birmingham Mosque Trust Limited**

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.

#### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees and Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees and Directors' Report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees and Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of trustees**

As explained more fully in the (set out on page ), 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 Birmingham Mosque Trust Limited**

### **Independent Auditor's Report to the Members of The Birmingham Mosque Trust Limited**

#### **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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement 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 charity's 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

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.

#### **Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's trustees 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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**The Birmingham Mosque Trust Limited**

**Independent Auditor's Report to the Members of The Birmingham Mosque Trust Limited**

.....  
Naeem Shareef (Senior Statutory Auditor)  
For and on behalf of Shareef & Co, Statutory Auditor

Chartered Accountants  
4 Highlands Court,  
Cranmore Avenue, Solihul  
B90 4LE

Date:.....

## The Birmingham Mosque Trust Limited

### Statement of Financial Activities for the Year Ended 31 March 2024 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	601,050	464,434	1,065,484
Other income	5	208,505	-	208,505
Total income		<u>809,555</u>	<u>464,434</u>	<u>1,273,989</u>
<b>Expenditure on:</b>				
Charitable activities	6	(611,370)	(41,357)	(652,727)
Total expenditure		<u>(611,370)</u>	<u>(41,357)</u>	<u>(652,727)</u>
Net income		<u>198,185</u>	<u>423,077</u>	<u>621,262</u>
Net movement in funds		198,185	423,077	621,262
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>3,070,530</u>	<u>3,251,325</u>	<u>6,321,855</u>
Total funds carried forward	18	<u>3,268,715</u>	<u>3,674,402</u>	<u>6,943,117</u>

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	646,696	654,088	1,300,784
Investment income	4	5,923	-	5,923
Other income	5	215,308	-	215,308
Total income		<u>867,927</u>	<u>654,088</u>	<u>1,522,015</u>
<b>Expenditure on:</b>				
Charitable activities	6	(561,853)	(105,766)	(667,619)
Total expenditure		<u>(561,853)</u>	<u>(105,766)</u>	<u>(667,619)</u>
Net income		<u>306,074</u>	<u>548,322</u>	<u>854,396</u>
Net movement in funds		306,074	548,322	854,396
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,764,456</u>	<u>2,703,003</u>	<u>5,467,459</u>
Total funds carried forward	18	<u>3,070,530</u>	<u>3,251,325</u>	<u>6,321,855</u>

## The Birmingham Mosque Trust Limited

(Registration number: 00961846)  
Balance Sheet as at 31 March 2024

	Note	2024 £	2023 £
<b>Fixed assets</b>			
Tangible assets	14	5,381,362	4,860,147
<b>Current assets</b>			
Debtors	15	107,618	-
Cash at bank and in hand	16	<u>1,570,283</u>	<u>1,557,683</u>
		1,677,901	1,557,683
<b>Creditors: Amounts falling due within one year</b>	17	<u>(116,146)</u>	<u>(95,975)</u>
<b>Net current assets</b>		<u>1,561,755</u>	<u>1,461,708</u>
<b>Net assets</b>		<u>6,943,117</u>	<u>6,321,855</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		3,674,402	3,251,325
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>3,268,715</u>	<u>3,070,530</u>
<b>Total funds</b>	18	<u>6,943,117</u>	<u>6,321,855</u>

For the financial year ending 31 March 2024 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

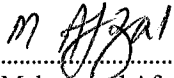
- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

**The Birmingham Mosque Trust Limited**

**(Registration number: 00961846)**  
**Balance Sheet as at 31 March 2024**

The financial statements on pages 12 to 27 were approved by the trustees, and authorised for issue on .....  
and signed on their behalf by:



.....  
Mr Muhammad Afzal  
Trustee

**The Birmingham Mosque Trust Limited**

**Statement of Cash Flows for the Year Ended 31 March 2024**

	Note	2024 £	2023 £
<b>Cash flows from operating activities</b>			
Net cash income		621,262	854,396
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		131,230	120,566
Investment income	4	-	(5,923)
		752,492	969,039
<b>Working capital adjustments</b>			
Increase in debtors	15	(107,618)	-
Increase/(decrease) in creditors	17	20,171	(13,849)
Net cash flows from operating activities		665,045	955,190
<b>Cash flows from investing activities</b>			
Interest receivable and similar income	4	-	5,923
Purchase of tangible fixed assets	14	(652,445)	(851,690)
Net cash flows from investing activities		(652,445)	(845,767)
Net increase in cash and cash equivalents		12,600	109,423
Cash and cash equivalents at 1 April		1,557,683	1,448,260
Cash and cash equivalents at 31 March		1,570,283	1,557,683

All of the cash flows are derived from continuing operations during the above two periods.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2024**

#### **1 Charity status**

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The address of its registered office is:  
180 Belgrave Middleway  
Highgate  
Birmingham  
West Midlands  
B12 0XS

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

##### **Basis of preparation**

The Birmingham Mosque Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

##### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

##### **Income and endowments**

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

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2024**

#### ***Donations and legacies***

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Tangible fixed assets**

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2024

<b>Asset class</b>	<b>Depreciation method and rate</b>
Land and buildings	50 years straight line
Fixtures and fittings	20% reducing balance

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2024**

#### **Foreign exchange**

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

#### **Fund structure**

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Pensions and other post retirement obligations**

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2024

#### 3 Income from donations and legacies

	2024	2023
	£	£
Building - Extension Project	379,973	526,728
Gift Aid	107,618	241,297
General collections	411,287	336,289
Zakat	84,461	127,360
Education	82,145	69,110
	1,065,484	1,300,784

#### 4 Investment income

	Total 2024	Total 2023
	£	£
Other investment income	-	5,923

#### 5 Other income

	2024	2023
	£	£
Funeral services	57,980	90,760
Family Counselling service	66,820	51,700
Marriage services	59,500	53,703
Wedding hall rent	15,605	19,145
Birmingham City Council	7,400	-
Islamic Relief	1,200	-
	208,505	215,308

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2024

#### 6 Expenditure on charitable activities

	Activity undertaken directly £	Grant funding of activity £	Activity support costs £	Total 2024 £	Total 2023 £
Employment cost	192,933	-	-	192,933	181,636
Depreciation	131,230	-	-	131,230	120,567
Facilities cost	73,989	-	-	73,989	57,182
Governance Cost	-	-	22,401	22,401	95,951
Office expenses	48,419	-	-	48,419	28,903
Mosque services	8,249	-	-	8,249	23,565
Marketing	10,259	-	-	10,259	22,593
Education	15,960	-	-	15,960	-
Zakat	29,614	41,357	-	70,971	111,709
Consultancy Fees	62,860	-	-	62,860	-
Food	15,456	-	-	15,456	25,513
	<u>588,969</u>	<u>41,357</u>	<u>22,401</u>	<u>652,727</u>	<u>667,619</u>

#### 7 Analysis of governance and support costs

##### Governance costs

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Audit fees			
Audit of the financial statements	7,800	7,800	7,800
Legal and professional fees	14,601	14,601	26,519
	<u>22,401</u>	<u>22,401</u>	<u>34,319</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2024

#### 8 Grant-making

Below are details of material grants made to institutions

Name of institution	2024 £	2023 £
Abid Welfare	-	17,000
Islamic Relief	15,000	21,500
Ummah Care Foundation	3,932	5,952
UK Care For Children	5,000	5,500
Herefordshire Community Foundation	-	5,000
Aghosh UK	-	3,600
Mercy International	5,000	2,500
SKT Welfare	-	2,507
Read Foundation	2,000	2,500
Saba Relief	-	2,500
Al Hijrah Education Foundation	2,000	2,000
Edhi International Foundation UK	3,000	1,500
Other charities below £1,000	-	1,325
Ethar Relief	-	1,500
Euro Relief	-	1,500
Al Ihsan Foundation	-	1,000
Al Munir Foundation	-	1,000
Al-Shifa Trust	2,000	1,000
Imran Khan Cancer Appeal	2,000	1,000
Social Unity Foundation	1,000	-
Sahara for Life Trust	425	-
	<u>41,357</u>	<u>80,384</u>

#### 9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2024 £	2023 £
Audit fees	7,800	7,800
Depreciation of fixed assets	<u>131,230</u>	<u>120,567</u>

**The Birmingham Mosque Trust Limited**

**Notes to the Financial Statements for the Year Ended 31 March 2024**

**10 Trustees remuneration and expenses**

During the year the charity made the following transactions with trustees:

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2024

#### 11 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
<b>Staff costs during the year were:</b>		
Wages and salaries	188,588	178,399
Social security costs	2,220	1,031
Pension costs	2,125	2,206
	<u>192,933</u>	<u>181,636</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2024 No	2023 No
Staff	<u>19</u>	<u>18</u>

No employee received emoluments of more than £60,000 during the year.

#### 12 Auditors' remuneration

	2024 £	2023 £
Audit of the financial statements	<u>7,800</u>	<u>7,800</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2024

#### 13 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 14 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
<b>Cost</b>			
At 1 April 2023	5,489,210	421,851	5,911,061
Additions	<u>652,445</u>	<u>-</u>	<u>652,445</u>
At 31 March 2024	<u>6,141,655</u>	<u>421,851</u>	<u>6,563,506</u>
<b>Depreciation</b>			
At 1 April 2023	672,641	378,273	1,050,914
Charge for the year	<u>122,514</u>	<u>8,716</u>	<u>131,230</u>
At 31 March 2024	<u>795,155</u>	<u>386,989</u>	<u>1,182,144</u>
<b>Net book value</b>			
At 31 March 2024	<u>5,346,500</u>	<u>34,862</u>	<u>5,381,362</u>
At 31 March 2023	<u>4,816,569</u>	<u>43,578</u>	<u>4,860,147</u>

#### 15 Debtors

	2024
	£
Other debtors	<u>107,618</u>

#### 16 Cash and cash equivalents

	2024 £	2023 £
Cash on hand	28,920	611
Cash at bank	1,541,363	1,530,807
Short-term deposits	<u>-</u>	<u>26,265</u>
	<u>1,570,283</u>	<u>1,557,683</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2024

#### 17 Creditors: amounts falling due within one year

	2024 £	2023 £
Other creditors	100,148	84,176
Accruals	<u>15,998</u>	<u>11,799</u>
	<u>116,146</u>	<u>95,975</u>

#### 18 Funds

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Balance at 31 March 2024 £
<b>Unrestricted funds</b>				
General	3,070,530	809,555	(611,370)	3,268,715
<b>Restricted funds</b>	<u>3,251,325</u>	<u>464,434</u>	<u>(41,357)</u>	<u>3,674,402</u>
<b>Total funds</b>	<u>6,321,855</u>	<u>1,273,989</u>	<u>(652,727)</u>	<u>6,943,117</u>

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Balance at 31 March 2023 £
<b>Unrestricted funds</b>				
General	2,764,456	867,927	(561,853)	3,070,530
<b>Restricted funds</b>	<u>2,703,003</u>	<u>654,088</u>	<u>(105,766)</u>	<u>3,251,325</u>
<b>Total funds</b>	<u>5,467,459</u>	<u>1,522,015</u>	<u>(667,619)</u>	<u>6,321,855</u>

The specific purposes for which the funds are to be applied are as follows:

The Restricted Reserves include funds raised for the annex projects, grants and zakat funds

**The Birmingham Mosque Trust Limited**

**Notes to the Financial Statements for the Year Ended 31 March 2024**

**19 Analysis of net assets between funds**

	<b>Unrestricted General £</b>	<b>Restricted funds £</b>	<b>Total funds at 31 March 2024 £</b>
Tangible fixed assets	1,706,960	3,674,402	5,381,362
Current assets	1,677,901	-	1,677,901
Current liabilities	(116,146)	-	(116,146)
Total net assets	<u>3,268,715</u>	<u>3,674,402</u>	<u>6,943,117</u>
	<b>Unrestricted General £</b>	<b>Restricted funds £</b>	<b>Total funds at 31 March 2023 £</b>
Tangible fixed assets	1,608,822	3,251,325	4,860,147
Current assets	1,557,683	-	1,557,683
Current liabilities	(95,975)	-	(95,975)
Total net assets	<u>3,070,530</u>	<u>3,251,325</u>	<u>6,321,855</u>

**THE BIRMINGHAM MOSQUE TRUST LIMITED**

England & Wales - Charity number 259545

---

# Accounts

---

Our ref: T079/MP  
The Registrar of Companies  
Companies House  
Crown Way  
Cardiff, CF14 3UZ

Your ref: 00961846

29 December 2023

Dear Sirs

**The Birmingham Mosque Trust Limited**

We have pleasure in enclosing the accounts for the year ended 31 March 2023 on behalf of the above.

Yours faithfully



**SHAREEF & CO**

Company registration number: 00961846

Charity registration number: 259545

# The Birmingham Mosque Trust Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2023

# **The Birmingham Mosque Trust Limited**

## **Contents**

Reference and Administrative Details	1 to 2
Trustees and Directors' Report	3 to 8
Independent Auditors' Report	10 to 12
Statement of Financial Activities	13
Balance Sheet	14
Statement of Cash Flows	15
Notes to the Financial Statements	16 to 27

## **The Birmingham Mosque Trust Limited**

### **Reference and Administrative Details**

#### **Trustees**

Mr Muhammad Afzal  
Mr Sajawal Khan  
Mr Abdul Rehman Mahmood  
Mr Mahmood Ahmed  
Mr Abdul Razzaq  
Mr Abdul Rakeeb Yahia  
Mr Niaz Ahmad  
Mr Allah Ditta (resigned 2 October 2022)  
Mr Mohammed Najib  
Mr Muhammad Sarfraz Madni (resigned 2 October 2022)  
Mr Javed Iqbal Aziz  
Mr Tahir Mahmood Alam  
Dr Muhammad Hanif  
Dr Khurram Bashir (resigned 2 October 2022)  
Mr Mohammad Hasham  
Mr Tariq Hussain  
Mr Muhammad Mohiuddin Qamar  
Mr Maqbool Ahmed  
Mr Abdul Mannan Bhatti (resigned 2 October 2022)  
Mr Munir Ahmed Raza  
Mr Mohammed Najib Budhal  
Mohammed Akram (appointed 1 October 2022)  
Dr Mahmood Akhtar (appointed 1 October 2022)  
Nassar Mahmood (appointed 1 October 2022)  
Ahmad Makhdoom Chishti (appointed 1 October 2022)

#### **Registered Office**

180 Belgrave Middleway  
Highgate  
Birmingham  
West Midlands  
B12 0XS

#### **Company Registration Number**

00961846

#### **Charity Registration Number**

259545

# **The Birmingham Mosque Trust Limited**

## **Reference and Administrative Details**

### **Bankers**

Al Rayan Bank  
24a Calthorpe Road  
Edgbaston  
Birmingham  
West Midlands  
B15 1RP

United Bank UK  
391-393 Stratford Road  
Sparkhill  
Birmingham  
West Midlands  
B11 4JZ

### **Auditor**

Shareef & Co  
Chartered Accountants  
18-22 Stoney Lane  
Yardley, Birmingham  
B25 8YP

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 March 2023.

#### **The Birmingham Mosque Trust Limited**

The Birmingham Mosque Trust Limited (BMTL), manages the Birmingham Central Mosque, which is located in the heart of England's second biggest city Birmingham. Birmingham Central Mosque is the second purpose built Mosque in the UK. In early 1970 it opened its doors for the Birmingham community as a place of worship. Birmingham Central Mosque is nationally known for reference and advocacy of Muslims and Islamic issues. Since the mosque was built, it has become a focal point for the Birmingham Muslim community. Over the years, Muslims and Non-Muslims have used the mosque's premises for events such as meetings, lectures, studies, community and educational purposes.

#### **Objectives and activities**

##### *Objects and aims*

- to advance the religion of Islam for the benefit of the public by, but not limited to, the holding of prayer meetings, lectures, public celebration of religious festivals, weddings, exhibitions and funeral services
- the provision and maintenance of places of public religious worship by persons professing the religion of Islam
- the provision and maintenance of religious, educational, social and cultural centres and other places of study
- the provision and maintenance of cemeteries and burial places for the burial, in accordance with Islamic rites, of persons professing the religion of Islam
- producing and/or distributing literature on Islamic belief and practice to help enlighten others about the religion of Islam; the advancement of religious education in accordance with the teachings of Islam
- the promotion of religious harmony for the benefit of the public
- the relief of poverty and those in need in accordance with the teachings of Islam in such ways as may be thought fit

##### *Fundraising disclosures*

The Mosque raises funds from its congregation attending weekly Friday prayers and during the month of Ramadan. The Mosque also held specific fundraising events for the building project. The Mosque also raises funds through its website.

During the year, the charity has been successful in raising funds for the building project.

The charity received no complaints during the year from donors.

##### *Public benefit*

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

# **The Birmingham Mosque Trust Limited**

## **Statement of Trustees' Responsibilities**

### **Achievements and performance**

#### Family Support Service & Counselling Clinic

This department deals with family problems and marital issues. It endeavors to resolve problematic issues through mediation and counselling.

#### Shariah Council

The Shariah Council is the focal point for advice and assistance for Muslims seeking a religious and theological perspective on social, domestic and general issues.

#### New Muslim Support Network

BMTL facilitates a social support network for new Muslims. The service is being developed to cater for the needs of new Muslims.

#### Interfaith Forums

BMTL participates and interacts actively with other faith networks and the wider community to promote harmony, safety and community cohesion.

The Birmingham Central Mosque has continued to engage actively in the community and beyond. BMTL hosted a Grand Iftaar Dinner during Ramadan (April 2022), Platinum Jubilee Celebration (June 22), World Ministerial Summit on Freedom of Religion (July 22), Mosque Open Day (Birmingham Heritage Week - Sept 22) and Islamic Education Expo 2022 (Oct 22).

#### Marriage Bureau and registration

BMTL provides an introduction service for Muslim men and women of any heritage (British Citizens or Indefinite Leave to Stay holders only). Clients find their ideal spouse via the Marriage Bureau services at the mosque. Volunteers use a database of registered prospective men and women for introductions and to initiate meetings.

The mosque also provides marriage registration services, cementing partnerships in accordance with Islamic and civil matrimony. The mosque is linked with the Registrar of marriages for conducting legally recognised civil Muslim marriages and issues certificates on behalf of the Registrar.

#### Funeral Services

Central Funeral Services are specialists in Islamic funeral arrangements. The majority of provisions that are required by the community are catered for.

#### Birmingham Community Education & Training Services (BCETS)

BMTL runs a supplementary school under the umbrella of Birmingham Community Education and Training Services (BCETS). Our School is staffed with teachers experienced in working with young children. The supplementary school currently teaches Qur'an, Arabic as spoken language, Islamic Studies, and Hifz e Qur'an. Staff backgrounds vary to maintain diversity for pupils who must overlook differences to understand the peaceful message of Islam and learn different languages and values.

#### Education for children with hearing and speech impairment

BMTL offer special educational classes for children having hearing and speech impairment, with an Islamic perspective, in partnership with Al-Munir Foundation.

#### Fundraising for disasters and emergencies

BMTL partners with major UK registered charities to alleviate the suffering of people affected by natural disasters all around the world.

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

#### Food bank and outreach services

BMTL has a food bank located outside on its premises. The food bank has seen a significant rise in its users during the last year and continues to support the vulnerable and the most needy in the heart of Birmingham City Centre reaching the most needy.

As part of the outreach project, iftaar packages were provided throughout the month of Ramadan 2022.

#### **Facilities**

- Main prayer hall
- Classrooms
- Library
- Mortuary
- Community hall
- Ladies' prayer gallery
- Lift for disabled access
- Visitors' gallery

#### **Capital Project update:**

The BMTL has embarked on a large and extensive construction project which involved the complete demolition of the front section of the existing mosque and erection of a independent annexe building (with its own facilities) abutting the existing mosque.

The new development will provide facilities for training, education, community interaction and ablution facilities for ladies and gentlemen.

Planning permission and building regulations approvals were granted in 2019 and 2020 respectively and the construction work will be completed in 5 or 6 phases. as follows:

Phase 1 - Enabling Work (Contract £31,570 + VAT) - ALL paid No Retention

Phase 2 - Demolition (Contract £111,465) - ALL paid No Retention

Phase 3 - Piling, Foundation, Drainage, Floors, Stairs & Skeleton Frame.  
This Phase is further split into 3 sub-phases A, B & C

Phase 3A - Piling (Contract £41,000) - ALL paid No Retention

Phase 3B - Foundation & Drainage (£83,759) - ALL paid No Retention  
(Contract £171,773; omitted work £88,014)

Phase 3C - Attenuation Drainage, Floors, Stairs & Frame (Contract £376,255 plus additional work of £28,324)  
At 31-03-2021, £332,160.19 was paid and the retention held is £17,482.

Phase 4 - External, Internal, Roof & External Doors/Windows (£1,571.739)

Phase 5 - Mechanical, Electrical, Finishes & External Work

Phase 6 - Improvement to the Existing Mosque

To date, Phases 1, 2, 3A & 3B are complete and paid in full.  
Work on Phase 3C is almost complete and Phase-4 work is on-going.

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

Work on Phase-5 is yet to commence.

#### ***Grant making policies***

The charity makes grants to charities to deliver against the funds raised for various projects from the mosque congregation. The charity policy is to make grants only against the funds raised for that specific project. The officer bearers carry out a due diligence of the selected partner and the matter is discussed and approved in the management committee before grants are released to that partner.

Feedback reports and sought from partners to confirm delivery against the grants purpose.

#### ***Use of volunteers***

The Mosque regular worshipper's volunteers in many of the ongoing activities. The Mosque currently has around 25 volunteers who participate in various activities.

#### **Financial review**

During the year, the Mosque raised £1.52m (2022: £1.34m) and spent £0.67m (2022: £0.5m) on charitable activities, resulting in a net income of £0.85m (2022: £0.84m). The Mosque spent £0.85m (2022: £1.45m) on fixed asset additions.

The Mosques total reserves stood at £6.3m (2022: £5.5m), this includes general reserves of £3.1m (2022: 2.8m).

#### ***Policy on reserves***

After reviewing the immediate and medium term requirements of The Birmingham Mosque Trust Limited (BMTL), the present level of funding is adequate to support the continuation of the current activities.

#### **Plans for future periods**

The charity will continue its construction project and if there are no supply chain issues, the project is expected to complete in 2023.

#### **Going concern**

The trustees consider the Mosque to be a going concern. The position of the year end general reserves and the ongoing fundraising activities is sufficient to meet the short term and medium needs of the Mosque.

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

##### ***Induction and training of trustees***

New Trustees undergo a briefing on their legal commitments under charity law, the content of the Memorandum and Articles of Association, the Management Committee and decision making processes, the business plan and recent financial performance of the charity. New Trustees also meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

#### ***Organisational structure***

The Trust was incorporated as a limited company on 11 September 1969. It is governed by a Memorandum and Articles of Association and is registered at the Companies House under number 00961846.

It does not have a share capital and each of the Trustees is Liable to contribute an amount of £10 towards the assets of the Charity in the event of liquidation.

The office bearers of the charity are four trustees elected by the Board of Trustees. They work with the Mosque Manager and various Head of departments for the day to day responsibilities of the BMTL. The remuneration of the key staff is set by the office bearers.

The Trustees (i.e. Management Council) are elected by the members of the trust at the Annual General Meeting. They are responsible for the day to day running of the BMTL.

The overall management and control of the charity is the responsibility of the Trustees who give their time freely and receive no remuneration or other benefits for carrying out their role.

The Trustees meet on a monthly basis to make operational decisions relating to the administration and management of the mosque and community centre.

#### **Financial instruments**

##### ***Objectives and policies***

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

##### ***Credit risk***

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

##### ***Liquidity risk***

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

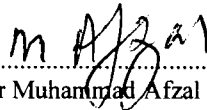
#### **Disclosure of information to auditor**

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

**The Birmingham Mosque Trust Limited**

**Trustees and Directors' Report**

The annual report was approved by the trustees of the charity on 29/12/23 and signed on its behalf by:

  
.....  
Mr Muhammad Afzal  
Trustee

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of The Birmingham Mosque Trust Limited for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

## **The Birmingham Mosque Trust Limited**

### **Independent Auditor's Report to the Members & Trustee of The Birmingham Mosque Trust Limited**

#### **Opinion**

We have audited the financial statements of The Birmingham Mosque Trust Limited (the 'charitable company') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, 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 charitable company'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; and
- have been prepared in accordance with the requirements of the Companies Act 2006, The Charities Act 2011; and The Charities (Accounts & Reports) Regulations 2008 .

#### **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 charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' (who are also the directors of the company for company law purposes) use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

#### **Other 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 contained within the annual report.

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. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

## **The Birmingham Mosque Trust Limited**

### **Independent Auditor's Report to the Members & Trustee of The Birmingham Mosque Trust Limited**

#### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the directors' report, prepared for the purposes of company law and included within the trustees' annual report, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report, included within the trustees' annual report, has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report, included within the trustees' annual report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006, the Charities Act 2011; and the Charities (Accounts & Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept, [or returns adequate for our audit have not been received from branches not visited by us]; or
- the financial statements are not in agreement with the accounting records [and returns]; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report, included within the trustees' annual report, and from the requirements to prepare a strategic report.

#### **Responsibilities of trustees**

As explained more fully in the trustees' statement of responsibilities set out on page 9, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

We have been appointed as auditor under the Charities Act 2011 and the Companies Act 2006 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.

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

## The Birmingham Mosque Trust Limited

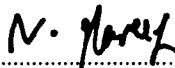
### Independent Auditor's Report to the Members & Trustee of The Birmingham Mosque Trust Limited

- 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 charity's 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

A further description of our responsibilities for the audit of the financial statements is available on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities> . This description forms part of our auditor's report.

#### Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company'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 Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

  
.....

Naeem Shareef (Senior Statutory Auditor)  
For and on behalf of Shareef & Co, Statutory Auditor

Chartered Accountants  
18-22 Stoney Lane  
Yardley, Birmingham  
B25 8YP

Date: 29/12/23

## The Birmingham Mosque Trust Limited

### Statement of Financial Activities for the Year Ended 31 March 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	646,696	654,088	1,300,784
Investment income	4	5,923	-	5,923
Other income	5	215,308	-	215,308
Total income		<u>867,927</u>	<u>654,088</u>	<u>1,522,015</u>
<b>Expenditure on:</b>				
Charitable activities	6	<u>(561,853)</u>	<u>(105,766)</u>	<u>(667,619)</u>
Total expenditure		<u>(561,853)</u>	<u>(105,766)</u>	<u>(667,619)</u>
Net income		<u>306,074</u>	<u>548,322</u>	<u>854,396</u>
Net movement in funds		306,074	548,322	854,396
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,764,456</u>	<u>2,703,003</u>	<u>5,467,459</u>
Total funds carried forward	17	<u><u>3,070,530</u></u>	<u><u>3,251,325</u></u>	<u><u>6,321,855</u></u>

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	392,012	783,295	1,175,307
Investment income	4	12,147	-	12,147
Other income	5	151,759	-	151,759
Total income		<u>555,918</u>	<u>783,295</u>	<u>1,339,213</u>
<b>Expenditure on:</b>				
Charitable activities	6	<u>(475,434)</u>	<u>(27,386)</u>	<u>(502,820)</u>
Total expenditure		<u>(475,434)</u>	<u>(27,386)</u>	<u>(502,820)</u>
Net income		<u>80,484</u>	<u>755,909</u>	<u>836,393</u>
Net movement in funds		80,484	755,909	836,393
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,683,972</u>	<u>1,947,094</u>	<u>4,631,066</u>
Total funds carried forward	17	<u><u>2,764,456</u></u>	<u><u>2,703,003</u></u>	<u><u>5,467,459</u></u>

## The Birmingham Mosque Trust Limited

(Registration number: 00961846)  
Balance Sheet as at 31 March 2023

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	14	4,860,147	4,129,023
<b>Current assets</b>			
Cash at bank and in hand	15	1,557,683	1,448,260
<b>Creditors: Amounts falling due within one year</b>	16	<u>(95,975)</u>	<u>(109,824)</u>
<b>Net current assets</b>		<u>1,461,708</u>	<u>1,338,436</u>
<b>Net assets</b>		<u>6,321,855</u>	<u>5,467,459</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		3,251,325	2,703,003
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>3,070,530</u>	<u>2,764,456</u>
<b>Total funds</b>	17	<u>6,321,855</u>	<u>5,467,459</u>

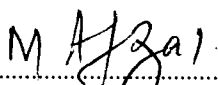
For the financial year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

### Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 12 to 26 were approved by the trustees, and authorised for issue on 29/12/23, and signed on their behalf by:

  
.....  
Mr Muhammad Afzal  
Trustee

## The Birmingham Mosque Trust Limited

### Statement of Cash Flows for the Year Ended 31 March 2023

	Note	2023 £	2022 £
<b>Cash flows from operating activities</b>			
Net cash income		854,396	836,393
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		120,566	105,225
Investment income	4	<u>(5,923)</u>	<u>(12,147)</u>
		969,039	929,471
<b>Working capital adjustments</b>			
(Decrease)/increase in creditors	16	(13,849)	50,754
Decrease in deferred income		<u>-</u>	<u>(114,680)</u>
Net cash flows from operating activities		<u>955,190</u>	<u>865,545</u>
<b>Cash flows from investing activities</b>			
Interest receivable and similar income	4	5,923	12,147
Purchase of tangible fixed assets	14	<u>(851,690)</u>	<u>(1,448,868)</u>
Net cash flows from investing activities		<u>(845,767)</u>	<u>(1,436,721)</u>
Net increase/(decrease) in cash and cash equivalents		109,423	(571,176)
Cash and cash equivalents at 1 April		<u>1,448,260</u>	<u>2,019,436</u>
Cash and cash equivalents at 31 March		<u>1,557,683</u>	<u>1,448,260</u>

All of the cash flows are derived from continuing operations during the above two periods.

# **The Birmingham Mosque Trust Limited**

## **Notes to the Financial Statements for the Year Ended 31 March 2023**

### **1 Charity status**

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

180 Belgrave Middleway

Highgate

Birmingham

West Midlands

B12 0XS

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

#### **Basis of preparation**

The Birmingham Mosque Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

#### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

#### **Income and endowments**

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

#### **Donations and legacies**

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### ***Grants receivable***

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

#### **Government grants**

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Tangible fixed assets**

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

<b>Asset class</b>	<b>Depreciation method and rate</b>
Buildings	50 years straight line
Fixtures and fittings	20% reducing balance

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Foreign exchange**

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **Fund structure**

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

At present most of the unrestricted funds are received to finance the building and refurbishment works on the Mosque. Donors specify that they wish their donations to be used on these works and they are recorded as such, so that they are only used for this purpose.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Pensions and other post retirement obligations**

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 3 Income from donations and legacies

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Building - Annex Project	526,728	742,434
Gift Aid	241,297	14,474
HMRC Grants	-	22,333
General collections	265,497	283,059
Events	70,792	46,590
Zakat I Sadqa I Fitrana	127,360	40,861
Education	69,110	25,556
	<u>1,300,784</u>	<u>1,175,307</u>

#### 4 Investment income

	<b>Unrestricted funds</b>	<b>Total 2023</b>	<b>Total 2022</b>
	<b>General £</b>	<b>£</b>	<b>£</b>
Other investment income	<u>5,923</u>	<u>5,923</u>	<u>12,147</u>

#### 5 Other income

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Funeral services	90,760	61,380
Family Counselling service	51,700	40,270
Marriage services	53,703	41,939
Wedding hall rent	19,145	8,170
	<u>215,308</u>	<u>151,759</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 6 Expenditure on charitable activities

	Activity undertaken directly £	Grant funding of activity £	Activity support costs £	Total 2023 £	Total 2022 £
Employment cost	181,636	-	-	181,636	154,561
Depreciation	120,567	-	-	120,567	105,224
Facilities cost	57,182	-	-	57,182	55,607
Legal & professional fees	61,632	-	34,319	95,951	79,097
Office expenses	28,903	-	-	28,903	30,811
Mosque services	49,078	-	-	49,078	25,665
Marketing	22,593	-	-	22,593	-
Sundry	-	-	-	-	23,127
Grants	5,943	105,766	-	111,709	28,728
	<u>527,534</u>	<u>105,766</u>	<u>34,319</u>	<u>667,619</u>	<u>502,820</u>

#### 7 Analysis of governance and support costs

##### Governance costs

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Audit fees			
Audit of the financial statements	7,800	7,800	5,000
Legal and professional fees	26,519	26,519	22,021
	<u>34,319</u>	<u>34,319</u>	<u>27,021</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 8 Grant-making

Below are details of material grants made to institutions

Name of institution	2023 £	2022 £
Abid Welfare	17,000	-
Islamic Relief	21,500	5,090
BMTL (against Mubarik Ali purchases)	12,985	-
Food Bank (Mubarik Ali)	12,397	1,398
Ummah Care Foundation	5,952	-
UK Care For Children	5,500	-
Herefordshire Community Foundation	5,000	-
Aghosh UK	3,600	-
Mercy International	2,500	4,500
SKT Welfare	2,507	-
Read Foundation	2,500	-
Saba Relief	2,500	5,000
Al Hijrah Education Foundation	2,000	3,000
Edhi International Foundation UK	1,500	-
Ethar Relief	1,500	1,000
Euro Relief	1,500	-
Other charities below £1,000	1,325	378
Al Ihsan Foundation	1,000	1,000
Al Munir Foundation	1,000	1,500
Al-Shifa Trust	1,000	1,000
Imran Khan Cancer Appeal	1,000	-
Syria Relief	-	2,500
Central Funeral Services	-	1,020
	<u>105,766</u>	<u>27,386</u>

During the year the charity raised £127,360 (2022: £40,861) in Zakat, Sadaq and Fitrana. The charity uses these funds to make grants to other charities on applicable charitable projects.

#### 9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2023 £	2022 £
Audit fees	7,800	5,000
Depreciation of fixed assets	<u>120,567</u>	<u>105,224</u>

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **10 Trustees remuneration and expenses**

During the year the charity made the following transactions with trustees:

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 11 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
<b>Staff costs during the year were:</b>		
Wages and salaries	178,399	142,237
Social security costs	1,031	9,019
Pension costs	2,206	3,305
	<u>181,636</u>	<u>154,561</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2023 No	2022 No
Staff	<u>18</u>	<u>17</u>

No employee received emoluments of more than £60,000 during the year.

#### 12 Auditors' remuneration

	2023 £	2022 £
Audit of the financial statements	<u>7,800</u>	<u>5,000</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 13 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 14 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
<b>Cost</b>			
At 1 April 2022	4,637,520	421,851	5,059,371
Additions	851,690	-	851,690
At 31 March 2023	<u>5,489,210</u>	<u>421,851</u>	<u>5,911,061</u>
<b>Depreciation</b>			
At 1 April 2022	562,969	367,379	930,348
Charge for the year	109,672	10,894	120,566
At 31 March 2023	<u>672,641</u>	<u>378,273</u>	<u>1,050,914</u>
<b>Net book value</b>			
At 31 March 2023	<u>4,816,569</u>	<u>43,578</u>	<u>4,860,147</u>
At 31 March 2022	<u>4,074,551</u>	<u>54,472</u>	<u>4,129,023</u>

#### 15 Cash and cash equivalents

	2023 £	2022 £
Cash on hand	611	801
Cash at bank	1,530,807	421,194
Short-term deposits	26,265	1,026,265
	<u>1,557,683</u>	<u>1,448,260</u>

#### 16 Creditors: amounts falling due within one year

	2023 £	2022 £
Other creditors	84,176	74,694
Accruals	11,799	35,130
	<u>95,975</u>	<u>109,824</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 17 Funds

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Balance at 31 March 2023 £
<b>Unrestricted funds</b>				
General	2,764,456	867,927	(561,853)	3,070,530
<b>Restricted funds</b>	<u>2,703,003</u>	<u>654,088</u>	<u>(105,766)</u>	<u>3,251,325</u>
<b>Total funds</b>	<u><u>5,467,459</u></u>	<u><u>1,522,015</u></u>	<u><u>(667,619)</u></u>	<u><u>6,321,855</u></u>

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Balance at 31 March 2022 £
<b>Unrestricted funds</b>				
General	2,683,972	555,918	(475,434)	2,764,456
<b>Restricted funds</b>	<u>1,947,094</u>	<u>783,295</u>	<u>(27,386)</u>	<u>2,703,003</u>
<b>Total funds</b>	<u><u>4,631,066</u></u>	<u><u>1,339,213</u></u>	<u><u>(502,820)</u></u>	<u><u>5,467,459</u></u>

The specific purposes for which the funds are to be applied are as follows:

The Restricted funds relate to Zakat and other donations received and used for the purpose of major building works at the Mosque.

During the year the charity raised £127,360 (2022: £40,861) in Zakat, Sadaq and Fitrana and spent £106k (2022: £27k) – the spend relates to grants made to other charities.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 18 Analysis of net assets between funds

	<b>Unrestricted General £</b>	<b>Restricted funds £</b>	<b>Total funds at 31 March 2022 £</b>
Tangible fixed assets	1,608,822	3,251,325	4,860,147
Current assets	1,557,683	-	1,557,683
Current liabilities	(95,975)	-	(95,975)
<b>Total net assets</b>	<b>3,070,530</b>	<b>3,251,325</b>	<b>6,321,855</b>

	<b>Unrestricted General £</b>	<b>Restricted funds £</b>	<b>Total funds at 31 March 2022 £</b>
Tangible fixed assets	1,426,020	2,703,003	4,129,023
Current assets	1,448,260	-	1,448,260
Current liabilities	(109,824)	-	(109,824)
<b>Total net assets</b>	<b>2,764,456</b>	<b>2,703,003</b>	<b>5,467,459</b>

**THE BIRMINGHAM MOSQUE TRUST LIMITED**

England & Wales - Charity number 259545

---

# Accounts

---

Company registration number: 00961846

Charity registration number: 259545

# The Birmingham Mosque Trust Limited

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2022

# The Birmingham Mosque Trust Limited

## Contents

Reference and Administrative Details	1 to 2
Trustees and Directors' Report	3 to 8
Statement of Trustees' Responsibilities	9
Independent Auditor Report	10
Statement of Financial Activities	13
Balance Sheet	14
Notes to the Financial Statements	15 to 27

## **The Birmingham Mosque Trust Limited**

### **Reference and Administrative Details**

#### **Trustees**

Abdul Rakeeb Yahia  
Abdul Razaq  
Abdul Rehman Mahmood  
Ahmad Makhdoom Chishti (Appointed 01/10/22)  
Dr Khurram Bashir (Resigned 01/10/22)  
Dr Mahmoud Akhtar (Appointed 01/10/22)  
Dr Mohammed Hanif  
Javed Iqbal Aziz  
Mahmood Ahmed  
Maqbool Ahmed  
Mohammed Akram (Appointed 01/10/22)  
Mohammed Hasham  
Mohammed Najib  
Mohammed Najib  
Mr Abdul Mannan Bhatti (Resigned 01/10/22)  
Mr Allah Ditta (Resigned 01/10/22)  
Mr Muhammad Sarfraz Madni (Resigned 01/10/22)  
Muhammad Afzal (Chair)  
Muhammad Mohiuddin Qamar  
Munir Ahmed Raza  
Nassar Mahmood (Appointed 01/10/22)  
Niaz Ahmed  
Sajawal Khan  
Tahir Mahmood Alam  
Tariq Hussain

#### **Principal Office**

180 Belgrave Middleway  
Highgate  
Birmingham  
West Midlands  
B12 0XS

**Company Registration Number** 00961846

**Charity Registration Number** 259545

# **The Birmingham Mosque Trust Limited**

## **Reference and Administrative Details**

### **Bankers**

Al Rayan Bank  
24a Calthorpe Road  
Edgbaston  
Birmingham  
West Midlands  
B15 1RP

United Bank UK  
391-393 Stratford Road  
Sparkhill  
Birmingham  
West Midlands  
B11 4JZ

### **Independent Auditor**

Naeem Shareef  
Shareef & Co  
Chartered Accountants  
18-22 Stoney Lane  
Yardley, Birmingham  
B25 8YP

# **The Birmingham Mosque Trust Limited**

## **Trustees and Directors' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 March 2022.

### **The Birmingham Mosque Trust Limited**

The Birmingham Mosque Trust Limited (BMTL), manages the Birmingham Central Mosque, which is located in the heart of England's second biggest city Birmingham. Birmingham Central Mosque is the second purpose built Mosque in the UK. In early 1970 it opened its doors for the Birmingham community as a place of worship. Birmingham Central Mosque is nationally known for reference and advocacy of Muslims and Islamic issues. Since the mosque was built, it has become a focal point for the Birmingham Muslim community. Over the years, Muslims and Non-Muslims have used the mosque's premises for events such as meetings, lectures, studies, community and educational purposes.

### **Objectives and activities**

#### ***Objects and aims***

- to advance the religion of Islam for the benefit of the public by, but not limited to, the holding of prayer meetings, lectures, public celebration of religious festivals, weddings, exhibitions and funeral services
- the provision and maintenance of places of public religious worship by persons professing the religion of Islam
- the provision and maintenance of religious, educational, social and cultural centres and other places of study
- the provision and maintenance of cemeteries and burial places for the burial, in accordance with Islamic rites, of persons professing the religion of Islam
- producing and/or distributing literature on Islamic belief and practice to help enlighten others about the religion of Islam; the advancement of religious education in accordance with the teachings of Islam
- the promotion of religious harmony for the benefit of the public
- the relief of poverty and those in need in accordance with the teachings of Islam in such ways as may be thought fit

#### ***Public benefit***

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

# **The Birmingham Mosque Trust Limited**

## **Trustees and Directors' Report**

### **Achievements and performance**

#### Family support service & counselling clinic

This department deals with family problems and marital issues. It endeavours to resolve problematic issues as best as it can through mediation and counselling.

#### Shariah Council

The Shariah Council is the focal point for advice and assistance for Muslims seeking religious and theological perspective on social, domestic and general issues.

Face-to-face and in person meetings which were suspended during the Covid-19 lockdown restrictions have now resumed between the panel of scholars and affected individuals. The number of scholars volunteering for the face-to-face and in person meetings and the frequency of the monthly meetings have been significantly increased to manage cases outstanding due to the Covid-19 lockdown backlog and any new cases registered.

#### New Muslim support network

BMTL facilitates a social support network for new Muslims. The service is being developed to cater for the needs of new Muslims.

Post lifting of the Covid-19 lockdown restrictions, on-site support services meetings has restarted at the mosque twice a week. The support function over Zoom developed during the Covid-19 lockdown is maintained for ease of remote access.

#### Interfaith forums

BMTL participates and interacts actively with other faith networks and the wider community to promote harmony, safety and community cohesion. In recognition of these works, the imam of the Birmingham Central Mosque – Shaykh Muhammad Asad was awarded OBE as part of the Platinum Jubilee by Her Majesty the Queen.

The Birmingham Central Mosque has continued to engage actively in the community and beyond. BMTL hosted grand iftaar during Ramadan 2022, high profile visits from Jaguar Land Rover (a major employer in the city), the West Midlands Police Inclusion & Diversity lead team and the World Ministerial Summit on Freedom of Religion or Belief.

#### Marriage Bureau and registration

BMTL provides an introduction service for Muslim men and women of any heritage (British Citizens or Indefinite Leave to Stay holders only). Clients find their ideal spouse via the Marriage Bureau services at the mosque. Volunteers use a database of registered prospective men and women for introductions and to initiate meetings.

The mosque also provides marriage registration services cementing partnerships according to Islamic and civil matrimony. The mosque is linked with the Registrar of marriages for conducting legally recognised civil Muslim marriages and issues certificates on behalf of the Registrar.

The Marriage Bureau and marriage registration services at the mosque have now fully resumed following the lifting of Covid-19 lockdown restrictions.

#### Funeral Services

Central Funeral Services are specialists in Islamic funeral arrangements. The majority of provisions that are required by the community are catered for.

#### Birmingham Community Education & Training Services (BCETS)

BMTL runs a supplementary school under the umbrella of Birmingham Community Education and Training Services (BCETS). Our School is staffed with teachers experienced in working with young children. The supplementary school currently teaches Qur'an, Arabic as spoken language, Islamic Studies, and Hifz e Qur'an. Staff backgrounds vary to maintain diversity for pupils who must overlook differences to understand the peaceful

# The Birmingham Mosque Trust Limited

## Trustees and Directors' Report

message of Islam and learn different languages and values.

### Education for children with hearing and speech impairment

BMTL offer special educational classes for children having hearing and speech impairment, with an Islamic perspective, in partnership with Al-Munir Foundation.

### Fundraising for disasters and emergencies

BMTL partners with major UK registered charities to alleviate the suffering of people affected by natural disasters all around the world.

### Food bank and outreach services

BMTL has a food bank located outside on its premises. The food bank has seen a significant rise in its users during the last year and continues to support the vulnerable and the most needy in the heart of Birmingham City Centre reaching the most needy.

As part of the outreach project, iftaar packages were provided throughout the month of Ramadan 2022.

### **Facilities**

- Main prayer hall
- Classrooms
- Library
- Mortuary
- Community hall
- Ladies' prayer gallery
- Lift for disabled access
- Visitors' gallery

### **Covid-19 Related Activities:**

Due to the ongoing challenges of Covid-19 and as a priority to keep all users of BCM safe, BCM has continued to engage with all its users and stakeholders in creating awareness and encouraging its congregation to take all medical precautions for themselves, their families and the community's safety.

### **Capital Project update:**

The BMTL has embarked on a large and extensive construction project which involved the complete demolition of the front section of the existing mosque and erection of a independent annexe building (with its own facilities) abutting the existing mosque.

The new development will provide facilities for training, education, community interaction and ablution facilities for ladies and gentlemen.

Planning permission and building regulations approvals were granted in 2019 and 2020 respectively and the construction work will be completed in 5 or 6 phases as follows:

Phase 1 - Enabling Work (Contract £31,570 + VAT) - ALL paid No Retention

Phase 2 - Demolition (Contract £111,465) - ALL paid No Retention

Phase 3 - Piling, Foundation, Drainage, Floors, Stairs & Skeleton Frame.  
This Phase is further split into 3 sub-phases A, B & C

Phase 3A - Piling (Contract £41,000) - ALL paid No Retention

## **The Birmingham Mosque Trust Limited**

### **Trustees and Directors' Report**

Phase 3B - Foundation & Drainage (£83,759) - ALL paid No Retention  
(Contract £171,773; omitted work £88,014)

Phase 3C - Attenuation Drainage, Floors, Stairs & Frame (Contract £376,255 plus additional work of £28,324)  
At 31-03-2021, £332,160.19 was paid and the retention held is £17,482.

Phase 4 - External, Internal, Roof & External Doors/Windows (£1,571.739)

Phase 5 - Mechanical, Electrical, Finishes & External Work

Phase 6 - Improvement to the Existing Mosque

To date, Phases 1, 2, 3A & 3B are complete and paid in full.

Work on Phase 3C is almost complete and Phase-4 work is on-going and it is scheduled to be completed by January 2021/February 2022. Work on Phase-5 is yet to commence.

#### **Financial review**

During the year, the Mosque raised £1.34m (2021: £0.98m) and spent £0.5m (2021: £0.38m) on charitable activities, resulting in a net income of ££0.84m (2021: £0.61m). The Mosque spent £1.45m (2021: £0.7m) on fixed asset additions.

The Mosques total reserves stood at £5.5m (2021: £4.6m), this include general reserves of £2.7m (2021: £2.7m).

#### ***Policy on reserves***

After reviewing the immediate and medium term requirements of The Birmingham Mosque Trust Limited (BMTL), the present level of funding is adequate to support the continuation of the current activities.

#### **Plans for future periods**

The charity will continue its construction project and if there are no supply chain issues, the project is expected to complete in 2023.

# **The Birmingham Mosque Trust Limited**

## **Trustees and Directors' Report**

### **Going concern**

The trustees consider the Mosque to be a going concern. The position of the year end general reserves and the ongoing fundraising activities is sufficient to meet the short term and medium needs of the Mosque.

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

#### ***Induction and training of trustees***

New Trustees undergo a briefing on their legal commitments under charity law, the content of the Memorandum and Articles of Association, the Management Committee and decision making processes, the business plan and recent financial performance of the charity. New Trustees also meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

#### ***Organisational structure***

The Trust was incorporated as a limited company on 11 September 1969. It is governed by a Memorandum and Articles of Association and is registered at the Companies House under number 00961846.

The Trustees (i.e. Management Council) are elected by the members of the trust at the Annual General Meeting. They are responsible for the day to day running of the BMTL.

The overall management and control of the charity is the responsibility of the Trustees who give their time freely and receive no remuneration or other benefits for carrying out their role.

The Trustees meet on a monthly basis to make operational decisions relating to the administration and management of the mosque and community centre.

### **Key Management Personnel**

The office bearers of the charity are four trustees elected by the Board of Trustees. They work with the Mosque Manager and various Head of departments for the day to day responsibilities of the BMTL. The remuneration of the key staff is set by the office bearers.

### **Fundraising disclosure**

The Mosque raises funds from its congregation attending weekly Friday prayers and during the month of Ramadan. The Mosque also held specific fundraising events for the building project. The Mosque also raises funds through its website.

During the year, the charity has been successful in raising funds for the building project.

The charity received no complaints during the year from donors.

### **Use of volunteers**

The Mosque regular worshipper's volunteers in many of the ongoing activities. The Mosque currently has around 25 volunteers who participate in various activities.

### **Financial instruments**

#### ***Objectives and policies***

# The Birmingham Mosque Trust Limited

## Trustees and Directors' Report

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

### *Credit risk*

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

### *Liquidity risk*

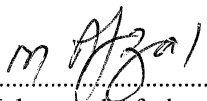
In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

### **Disclosure of information to auditor**

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on <sup>30.12.22</sup>..... and signed on its behalf by:

  
.....  
Muhammad Afzal  
Trustee

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of The Birmingham Mosque Trust Limited for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

# The Birmingham Mosque Trust Limited

Independent Auditor's Report to the Members of THE BIRMINGHAM MOSQUE TRUST LIMITED

## Opinion

We have audited the financial statements of THE BIRMINGHAM MOSQUE TRUST LIMITED (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 March 2022, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent 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; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

## Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group 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.

## Other Matter

We were appointed auditors of the Charity for the year ended 31 March 2022. The comparative figures for 2020 were not audited by ourselves or any other auditors, as this was not required in accordance with Company Law and the Charities Act. Our audit opinion is not modified in respect of this matter.

## Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

## Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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

## The Birmingham Mosque Trust Limited

report that fact. We have nothing to report in this regard.

### **Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Trustees' Report have been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the group and the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Trustees' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 10), 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**

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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement 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 group's internal control.

## The Birmingham Mosque Trust Limited

- 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 group's or the parent charitable company'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 group or the parent charitable company 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

### Use of our report

This report is made solely to the charitable parent company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the group's trustees 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 charitable parent company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....  
Naeem Shareef  
(Senior Statutory Auditor)  
For and on behalf of

Shareef & Co  
Chartered Accountants  
18-22 Stoney Lane  
Yardley, Birmingham  
B25 8YP

Date: 30 December 2022

## The Birmingham Mosque Trust Limited

### Statement of Financial Activities for the Year Ended 31 March 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	392,012	783,295	1,175,307
Investment income	4	12,147	-	12,147
Other income	5	151,759	-	151,759
Total income		<u>555,918</u>	<u>783,295</u>	<u>1,339,213</u>
<b>Expenditure on:</b>				
Charitable activities	6	(475,434)	(27,386)	(502,820)
Total expenditure		<u>(475,434)</u>	<u>(27,386)</u>	<u>(502,820)</u>
Net income		<u>80,484</u>	<u>755,909</u>	<u>836,393</u>
Net movement in funds		80,484	755,909	836,393
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,683,972</u>	<u>1,947,094</u>	<u>4,631,066</u>
Total funds carried forward	17	<u><u>2,764,456</u></u>	<u><u>2,703,003</u></u>	<u><u>5,467,459</u></u>

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	324,765	515,428	840,193
Investment income	4	14,144	-	14,144
Other income	5	132,800	-	132,800
Total income		<u>471,709</u>	<u>515,428</u>	<u>987,137</u>
<b>Expenditure on:</b>				
Charitable activities	6	(362,999)	(13,605)	(376,604)
Total expenditure		<u>(362,999)</u>	<u>(13,605)</u>	<u>(376,604)</u>
Net income		<u>108,710</u>	<u>501,823</u>	<u>610,533</u>
Net movement in funds		108,710	501,823	610,533
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,575,262</u>	<u>1,445,271</u>	<u>4,020,533</u>
Total funds carried forward	17	<u><u>2,683,972</u></u>	<u><u>1,947,094</u></u>	<u><u>4,631,066</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

# The Birmingham Mosque Trust Limited

(Registration number: 00961846)  
Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	14	4,129,023	2,785,380
<b>Current assets</b>			
Cash at bank and in hand	15	1,448,260	2,019,436
<b>Creditors: Amounts falling due within one year</b>	16	<u>(109,824)</u>	<u>(173,750)</u>
<b>Net current assets</b>		<u>1,338,436</u>	<u>1,845,686</u>
<b>Net assets</b>		<u>5,467,459</u>	<u>4,631,066</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		2,703,003	1,947,094
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>2,764,456</u>	<u>2,683,972</u>
<b>Total funds</b>	17	<u>5,467,459</u>	<u>4,631,066</u>


For the financial year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 11 to 25 were approved by the trustees, and authorised for issue on ~~30th Dec 2022~~ and signed on their behalf by:

  
.....  
Muhammad Afzal  
Trustee

# The Birmingham Mosque Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2022

### 1 Charity status

The charity is limited by guarantee, incorporated in , and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

### 2 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

#### Basis of preparation

The Birmingham Mosque Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

#### Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

#### Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

#### Income and endowments

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

#### Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2022**

#### ***Grants receivable***

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### ***Deferred income***

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### ***Grant provisions***

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

#### **Government grants**

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

# The Birmingham Mosque Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2022

### Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

### Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	50 years straight line
Fixtures and fittings	20% reducing balance

### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2022**

#### **Foreign exchange**

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

#### **Fund structure**

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Pensions and other post retirement obligations**

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### **Financial instruments**

##### ***Classification***

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

## **The Birmingham Mosque Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2022**

#### ***Recognition and measurement***

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### *Debt instruments*

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

- (a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.
- (b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.
- (c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).
- (d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.
- (e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.
- (f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

#### *Investments*

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### *Derivative financial instruments*

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

#### *Fair value measurement*

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

### 3 Income from donations and legacies

	2022 £	2021 £
Building - Extension Project	742,434	495,831
Gift Aid	14,474	122,396
HMRC Grants	22,333	76,389
General collections	283,059	102,591
Events	46,590	12,521
Zakat	40,861	19,597
Education	25,556	10,868
	1,175,307	840,193

### 4 Investment income

	Unrestricted funds	Total 2022	Total 2021
	General £	£	£
Other investment income	12,147	12,147	14,144

### 5 Other income

	2022 £	2021 £
Funeral services	61,380	59,141
Family Counselling service	40,270	57,560
Marriage services	41,939	15,899
Wedding hall rent	8,170	200
	151,759	132,800

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 6 Expenditure on charitable activities

	Activity undertaken directly £	Grant funding of activity £	Activity support costs £	Total 2022 £	Total 2021 £
Employment Cost	154,561	-	-	154,561	146,779
Depreciation	105,224	-	-	105,224	80,446
Facilities Cost	55,607	-	-	55,607	56,185
Professional/Legal Fees	52,076	-	27,021	79,097	37,838
Office Expenses	30,811	-	-	30,811	16,356
Mosque Services	25,665	-	-	25,665	10,217
Sundry	23,127	-	-	23,127	5,244
Grants	1,342	27,386	-	28,728	23,537
	<u>448,413</u>	<u>27,386</u>	<u>27,021</u>	<u>502,820</u>	<u>376,602</u>

#### 7 Analysis of governance and support costs

##### Governance costs

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Audit fees			
Audit of the financial statements	5,000	5,000	-
Independent examiner fees			
Examination of the financial statements	-	-	4,200
Legal and professional fees	22,021	22,021	7,531
	<u>27,021</u>	<u>27,021</u>	<u>11,731</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 8 Grant-making

Below are details of material grants made to institutions

<b>Name of institution</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Islamic Relief	5,090	3,047
Saba Relief	5,000	353
Mercy International	4,500	3,100
Al Hijrah Education Foundation	3,000	-
Syria Relief	2,500	-
Al Munir Foundation	1,500	-
Food Bank	1,398	1,193
Central Funeral Services	1,020	-
Al-Shifa Trust	1,000	-
Al Ihsan Foundation	1,000	-
Ethar Relief	1,000	-
Other charities below £1,000	378	1,241
COVID 19 Support	-	3,370
Pak Friends Ltd	-	1,300
	<u>27,386</u>	<u>13,605</u>

#### 9 Net incoming/outgoing resources

Net incoming resources for the year include:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Audit fees	5,000	-
Depreciation of fixed assets	<u>105,224</u>	<u>80,446</u>

#### 10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 11 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
<b>Staff costs during the year were:</b>		
Wages and salaries	142,237	133,542
Social security costs	9,019	10,680
Pension costs	3,305	2,558
	<u>154,561</u>	<u>146,780</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Staff	<u>17</u>	<u>19</u>

No employee received emoluments of more than £60,000 during the year.

#### 12 Independent examiner's remuneration

	2021 £
Examination of the financial statements	<u>4,200</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 13 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 14 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
<b>Cost</b>			
At 1 April 2021	3,188,652	421,851	3,610,503
Additions	1,448,868	-	1,448,868
At 31 March 2022	4,637,520	421,851	5,059,371
<b>Depreciation</b>			
At 1 April 2021	471,362	353,761	825,123
Charge for the year	91,607	13,618	105,225
At 31 March 2022	562,969	367,379	930,348
<b>Net book value</b>			
At 31 March 2022	4,074,551	54,472	4,129,023
At 31 March 2021	2,717,290	68,090	2,785,380

#### 15 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	801	425
Cash at bank	421,194	719,011
Short-term deposits	1,026,265	1,300,000
	1,448,260	2,019,436

#### 16 Creditors: amounts falling due within one year

	2022 £	2021 £
Other creditors	74,694	17,485
Accruals	35,130	41,585
Deferred income	-	114,680
	109,824	173,750

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 17 Funds

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Balance at 31 March 2022 £
<b>Unrestricted funds</b>				
General	2,683,972	555,918	(475,434)	2,764,456
<b>Restricted funds</b>	1,947,094	783,295	(27,386)	2,703,003
<b>Total funds</b>	4,631,066	1,339,213	(502,820)	5,467,459
	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Balance at 31 March 2021 £
<b>Unrestricted funds</b>				
General	2,575,262	471,709	(362,999)	2,683,972
<b>Restricted funds</b>	1,445,271	515,428	(13,605)	1,947,094
<b>Total funds</b>	4,020,533	987,137	(376,604)	4,631,066

#### *Restricted funds*

The Mosques restricted funds mainly relate to the building project and Zakat funds. The year-end balance includes only £6k of Zakat funds.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2022

#### 18 Analysis of net assets between funds

	Unrestricted General £	Restricted funds £	Total funds at 31 March 2022 £
Tangible fixed assets	1,426,020	2,703,003	4,129,023
Current assets	1,448,260	-	1,448,260
Current liabilities	(104,824)	-	(104,824)
Total net assets	<u>2,769,456</u>	<u>2,703,003</u>	<u>5,472,459</u>

	Unrestricted General £	Restricted funds £	Total funds at 31 March 2021 £
Tangible fixed assets	838,286	1,947,094	2,785,380
Current assets	2,019,436	-	2,019,436
Current liabilities	(173,750)	-	(173,750)
Total net assets	<u>2,683,972</u>	<u>1,947,094</u>	<u>4,631,066</u>

#### 19. Related party

There was nil (2021: nil) related party transactions during the year.

#### 20. Capital Commitments

As at year end, the Mosque had either completed or was close to the completion of stages up to stage 4. The Mosque is yet to commit to the stage 5 for the Mechanical, Electrical, Finishes & External Work.

**THE BIRMINGHAM MOSQUE TRUST LIMITED**

England & Wales - Charity number 259545

---

# Accounts

---

Company registration number: 00961846

Charity registration number: 259545

# The Birmingham Mosque Trust Limited

(A company limited by share capital)

Annual Report and Financial Statements

for the Year Ended 31 March 2021

# The Birmingham Mosque Trust Limited

## Contents

Reference and Administrative Details	1 to 2
Trustees and Directors' Report	3 to 8
Statement of Trustees' Responsibilities	9
Independent Examiner's Report	10
Statement of Financial Activities	11
Balance Sheet	12
Notes to the Financial Statements	13 to 25

## **The Birmingham Mosque Trust Limited**

### **Reference and Administrative Details**

<b>Trustees</b>	Mr Muhammad Afzal (appointed 2 October 2021) Mr Sajawal Khan Mr Abdul Rehman Mahmood Mr Mahmood Ahmed Mr Abdul Razzaq (appointed 2 October 2021) Mr Abdul Rakeeb Yahia Mr Zafar Alam Chaudhary (resigned 2 October 2021) Mr Niaz Ahmad Mr Allah Ditta Mr Mohammed Najib (appointed 2 October 2021) Mr Muhammad Sarfraz Madni Mr Javed Iqbal Aziz Mr Nassar Mahmood (resigned 2 October 2021) Mr Tahir Mahmood Alam Dr Muhammad Hanif Dr Khurram Bashir Mr Mohammad Hasham Mr Tariq Hussain Mr Muhammad Mohiuddin Qamar Mr Maqbool Ahmed Mr Abdul Mannan Bhatti Mr Munir Ahmed Raza Mr Mohammed Najib Budhal Mr Ali Yousif Mohamed (resigned 2 October 2021)
<b>Principal Office</b>	180 Belgrave Middleway Highgate Birmingham West Midlands B12 0XS
<b>Company Registration Number</b>	00961846
<b>Charity Registration Number</b>	259545

## **The Birmingham Mosque Trust Limited**

### **Reference and Administrative Details**

#### **Bankers**

Al Rayan Bank  
24a Calthorpe Road  
Edgbaston  
Birmingham  
West Midlands  
B15 1RP

United Bank UK  
391-393 Stratford Road  
Sparkhill  
Birmingham  
West Midlands  
B11 4JZ

#### **Independent Examiner**

Nasir Rafiq  
Dua Governance  
123-131 Bradford Street  
Bradford Court  
Birmingham  
B12 0NS

## **The Birmingham Mosque Trust Limited**

### **Trustees and Directors' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 March 2021.

#### **The Birmingham Mosque Trust Limited**

The Birmingham Mosque Trust Limited (BMTL), manages the Birmingham Central Mosque, which is located in the heart of England's second biggest city Birmingham. Birmingham Central Mosque is the second purpose built Mosque in the UK. In early 1970 it opened its doors for the Birmingham community as a place of worship. Birmingham Central Mosque is nationally known for reference and advocacy of Muslims and Islamic issues. Since the mosque was built, it has become a focal point for the Birmingham Muslim community. Over the years, Muslims and Non-Muslims have used the mosque's premises for events such as meetings, lectures, studies, community and educational purposes.

#### **Objectives and activities**

##### *Objects and aims*

- to advance the religion of Islam for the benefit of the public by, but not limited to, the holding of prayer meetings, lectures, public celebration of religious festivals, weddings, exhibitions and funeral services
- the provision and maintenance of places of public religious worship by persons professing the religion of Islam
- the provision and maintenance of religious, educational, social and cultural centres and other places of study
- the provision and maintenance of cemeteries and burial places for the burial, in accordance with Islamic rites, of persons professing the religion of Islam
- producing and/or distributing literature on Islamic belief and practice to help enlighten others about the religion of Islam; the advancement of religious education in accordance with the teachings of Islam
- the promotion of religious harmony for the benefit of the public
- the relief of poverty and those in need in accordance with the teachings of Islam in such ways as may be thought fit

##### *Public benefit*

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

# The Birmingham Mosque Trust Limited

## Trustees and Directors' Report

### Achievements and performance

#### Family support service & counselling clinic

This department deals with family problems and marital issues. It endeavours to resolve problematic issues as best as it can through mediation and counselling.

#### Shariah Council

The Shariah Council is the focal point for advice and assistance for Muslims seeking religious and theological perspective on social, domestic and general issues.

Due to the Covid-19 lockdown restrictions, a face-to-face and in person meetings could not take place between the panel of scholars and affected individuals resulting in a backlog of cases awaiting hearing.

#### New Muslim support network

BMTL facilitates a social support network for new Muslims. The service is being developed to cater for the needs of new Muslims.

The national lockdown due to the Covid-19 pandemic and related restrictions led to a hugely reduced support offered to the new Muslims.

#### Interfaith forums

BMTL participates and interacts actively with other faith networks to promote harmony, safety and community cohesion.

The Birmingham Central Mosque continued to engage actively in the forum during the Covid-19 lockdown via zoom meetings.

#### Marriage Bureau and registration

BMTL provides an introduction service for Muslims of all ages and ethnic backgrounds (British Citizens or indefinite stay holders only). Clients find their ideal spouse via the mosque's Marriage Bureau. Volunteers using a database of registered prospective partners and initiate meetings. The mosque also provides marriage registration services cementing partnerships according to Islamic and civil matrimony. The mosque is linked with the Registrar of marriages for conducting legally recognized civil Muslim marriages and issues certificates on behalf of the Registrar.

Like the majority of activities of the Birmingham Central Mosque, the Marriage Bureau and marriage registration services stopped during the Covid-19 lockdown period.

#### Funeral Services

Central Funeral Services are specialists in Islamic funeral arrangements. The majority of provisions that are required by the community are catered for.

The funeral services remained open during the Covid-19 lockdown playing a very important and crucial role in supporting families who went through bereavement during very challenging times.

#### Birmingham Community Education & Training Services (BCETS)

BMTL runs a supplementary school under the umbrella of Birmingham Community Education and Training Services (BCETS). Our School is staffed with teachers experienced in working with young children. The supplementary school currently teaches Arabic, Islamic Studies, and Hifz e Qur'an. Staff backgrounds vary to maintain diversity for pupils who must overlook differences to understand the peaceful message of Islam and learn different languages and values.

As per government and public health guidance, all sections of the supplementary school were closed during the Covid-19 lockdown and restrictions.

## The Birmingham Mosque Trust Limited

### Trustees and Directors' Report

#### Education for children with hearing and speech impairment

BMTL offer special educational classes for children having hearing and speech impairment, with an Islamic perspective, in partnership with Al-Munir Foundation.

As per government and public health guidance, the above classes also remained closed during the Covid-19 lockdown and restrictions.

#### Fundraising for disasters and emergencies

BMTL partners with major UK registered charities to alleviate the suffering of people affected by natural disasters all around the world.

#### Food bank and outreach services

BMTL has a food bank outside its premises, and operates a "soup kitchen" during the coldest days of the year in the heart of Birmingham City Centre reaching the most needy.

As part of the outreach project, iftaar packages were provided throughout the month of Ramadan. Hamper baskets were also distributed on Eid-ul-Fitr.

#### **Facilities**

- Main (prayer hall)
- Classrooms
- Library
- Mortuary (morgue)
- Community halls (banqueting)
- Ladies' gallery
- Lift for disabled access

#### **Covid-19 Related Activities:**

Due to the ongoing challenges of Covid-19 compliance restrictions and as a priority to keep all users of BCM safe, BCM has continued to engage with all its users and stakeholders in creating awareness and has worked closely with the health authorities in encouraging its congregation to take all medical precautions for themselves, their families and the community's safety.

Special activities by BCM staff have involved working very closely with hospitals, in particular, providing emotional and moral support to the NHS staff in local hospitals at the peak of the pandemic, providing much needed PPE which was otherwise in short supply and food baskets as a gesture of appreciation. BCM continues to provide, on an ongoing basis, support to families whose beloved ones are in hospital, some of whom are at end of life stages due to Covid and in general.

#### **Capital Project update:**

The Birmingham Mosque Trust embarked on a large and extensive construction project which involved the complete demolition of the front section of the existing mosque and erection of a purpose built and independent annexe building (with its own facilities) abutting the existing mosque.

The new development will provide facilities for training, education, community interaction and ablution facilities for ladies and gentlemen.

Planning permission and building regulations approvals were granted in 2019 and 2020 respectively and the construction work will be completed in 5 or 6 phases as follows:

## The Birmingham Mosque Trust Limited

### Trustees and Directors' Report

Phase 1 - Enabling Work (Contract £31,570 + VAT) - ALL paid No Retention

Phase 2 - Demolition (Contract £111,465) - ALL paid No Retention

Phase 3 - Piling, Foundation, Drainage, Floors, Stairs & Skeleton Frame.  
This Phase is further split into 3 sub-phases A, B & C

Phase 3A - Piling (Contract £41,000) - ALL paid No Retention

Phase 3B - Foundation & Drainage (£83,759) - ALL paid No Retention  
(Contract £171,773; omitted work £88,014)

Phase 3C - Attenuation Drainage, Floors, Stairs & Frame (Contract £376,255 plus additional work of £28,324)  
At 31-03-2021, £332,160.19 was paid and the retention held is £17,482.

Phase 4 - External, Internal, Roof & External Doors/Windows (£1,571.739)

Phase 5 - Mechanical, Electrical, Finishes & External Work

Phase 6 - Improvement to the Existing Mosque

To date, Phases 1, 2, 3A & 3B are complete and paid in full.

Work on Phase 3C is almost complete and Phase-4 work is on-going and it is scheduled to be completed by January 2021/February 2022.

Work on Phase-5 is scheduled to commence before December 2021.

#### **Financial review**

During the year the trust received total income of £987k (2020: £624k). This includes investment income of £14,144 (2020:£18,234).The total expenses during the year were £377k (2020; £482k).

The year-end reserves stood at £4.63m (2020: £4.02m) of which £2.68m (2020: £2.58m) is unrestricted and £1.95m (2020:£1.45m) is restricted.

#### **Deferred income**

Towards the end of March 2021, donations were specifically raised for phase 4 of the construction. Phase 4 represented external, internal roof & external doors / windows. At year end due to extensive supply chain issues, a material uncertainty existed if this work could be delivered by the contractor as planned in the next period. The trustees decided to defer £114,680 of donations relating to phase 4, to the next period when it became probable that the planned work by the contractor can be delivered and matched to the related donations.

#### **Policy on reserves**

After reviewing the immediate and medium term requirements of The Birmingham Mosque Trust Limited (BMTL), the present level of funding is adequate to support the continuation of the current activities.

#### **Plans for future periods**

The charity will continue its construction project and if there are no supply chain issues, the project is expected to complete in 2022.

# **The Birmingham Mosque Trust Limited**

## **Trustees and Directors' Report**

### **Going concern**

#### **Covid-19 Impact**

During the Govt lockdown, BCM remained closed until July 2020 when new rules allowed worship with strict social distancing measures. The lockdown had a profound impact on the charity's finances as it was not able to raise funds through its regular weekly Friday collections, events and through the various religious services (i.e. marriage and counselling). The Mosque switched to online fundraising during Ramadan - this did not compensate the lost income opportunities.

During the lockdown, the charity was able to claim the furlough grant for all staff on leave due to the lockdown - this contributed to the 80% of the salary costs. Salaries are around 35% of the total running costs of the Mosque. The Mosque was also able to save some variable costs (i.e. education, hospitality and event related) as well.

In July 2020, the Mosque had opened in a limited capacity and Friday collections had started, albeit at 50% levels before lockdown. The Mosque was holding small, targeted fundraising meetings to raise funds for the building.

Other services (i.e. marriage and counselling) had also started to generate income.

In September 2020, the Mosque was operating at full capacity.

The Trustees feel confident that the charity remains a going concern for the following reasons;

- It will be able to generate income to contribute to its core running costs
- It will downsize its services (i.e. education) and the associated costs
- It has sufficient reserves to cover its core costs

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

#### ***Induction and training of trustees***

New Trustees undergo a briefing on their legal commitments under charity law, the content of the Memorandum and Articles of Association, the Management Committee and decision making processes, the business plan and recent financial performance of the charity. New Trustees also meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

#### ***Organisational structure***

The Trust was incorporated as a limited company on 11 September 1969. It is governed by a Memorandum and Articles of Association and is registered at the Companies House under number 00961846.

The Trustees (i.e. Management Council) are elected by the members of the trust at the Annual General Meeting. They are responsible for the day to day running of the BMTL.

The overall management and control of the charity is the responsibility of the Trustees who give their time freely and receive no remuneration or other benefits for carrying out their role.

The Trustees meet on a monthly basis to make operational decisions relating to the administration and management of the mosque and community centre.

Day to day responsibilities of the BMTL has been delegated to the Mosque Manager.

# The Birmingham Mosque Trust Limited

## Trustees and Directors' Report

### Financial instruments

#### *Objectives and policies*

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

#### *Credit risk*

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies. The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

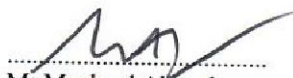
#### *Liquidity risk*

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance. Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

#### **Disclosure of information to auditor**

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 2/10/2021 and signed on its behalf by:

  
.....  
Mr Maqbool Ahmed  
Trustee

## **The Birmingham Mosque Trust Limited**

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of The Birmingham Mosque Trust Limited for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

## The Birmingham Mosque Trust Limited

### Independent Examiner's Report to the trustees of The Birmingham Mosque Trust Limited

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2021 which are set out on pages 11 to 25.

#### Respective responsibilities of trustees and examiner

As the charity's trustees of The Birmingham Mosque Trust Limited (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

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

#### Independent examiner's statement

Since The Birmingham Mosque Trust Limited's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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

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

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

.....  
Nasir Rafiq  
ICAEW

Dua Governance  
123-131 Bradford Street  
Bradford Court  
Birmingham  
B12 0NS

Date: 02.10.2021

## The Birmingham Mosque Trust Limited

### Statement of Financial Activities for the Year Ended 31 March 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	324,765	515,428	840,193
Investment income	4	14,144	-	14,144
Other income	5	132,800	-	132,800
Total income		<u>471,709</u>	<u>515,428</u>	<u>987,137</u>
<b>Expenditure on:</b>				
Charitable activities	6	(362,999)	(13,605)	(376,604)
Total expenditure		<u>(362,999)</u>	<u>(13,605)</u>	<u>(376,604)</u>
Net income		<u>108,710</u>	<u>501,823</u>	<u>610,533</u>
Net movement in funds		108,710	501,823	610,533
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,575,262</u>	<u>1,445,271</u>	<u>4,020,533</u>
Total funds carried forward	19	<u>2,683,972</u>	<u>1,947,094</u>	<u>4,631,066</u>

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	387,244	42,841	430,085
Investment income	4	18,234	-	18,234
Other income	5	175,741	-	175,741
Total income		<u>581,219</u>	<u>42,841</u>	<u>624,060</u>
<b>Expenditure on:</b>				
Charitable activities	6	(431,410)	(50,382)	(481,792)
Total expenditure		<u>(431,410)</u>	<u>(50,382)</u>	<u>(481,792)</u>
Net income/(expenditure)		<u>149,809</u>	<u>(7,541)</u>	<u>142,268</u>
Net movement in funds		149,809	(7,541)	142,268
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,425,453</u>	<u>1,452,812</u>	<u>3,878,265</u>
Total funds carried forward	19	<u>2,575,262</u>	<u>1,445,271</u>	<u>4,020,533</u>

All of the charity's activities derive from continuing operations during the above two periods.

**The Birmingham Mosque Trust Limited**

**(Registration number: 00961846)**  
**Balance Sheet as at 31 March 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	14	2,785,380	2,170,782
<b>Current assets</b>			
Cash at bank and in hand	15	2,019,436	1,992,605
<b>Creditors: Amounts falling due within one year</b>	16	<u>(173,750)</u>	<u>(27,626)</u>
<b>Net current assets</b>		<u>1,845,686</u>	<u>1,964,979</u>
<b>Total assets less current liabilities</b>		4,631,066	4,135,761
<b>Provisions</b>	17	<u>-</u>	<u>(115,228)</u>
<b>Net assets</b>		<u>4,631,066</u>	<u>4,020,533</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		1,947,094	1,445,271
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>2,683,972</u>	<u>2,575,262</u>
<b>Total funds</b>	19	<u>4,631,066</u>	<u>4,020,533</u>

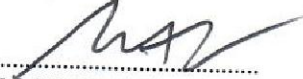
For the financial year ending 31 March 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

The financial statements on pages 11 to 25 were approved by the trustees, and authorised for issue on 2/10/2021 and signed on their behalf by:

  
 .....  
 Mr Maqbool Ahmed  
 Trustee

# The Birmingham Mosque Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2021

### 1 Charity status

The charity is limited by share capital, incorporated in .

### 2 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

#### Basis of preparation

The Birmingham Mosque Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

#### Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

#### Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

#### Income and endowments

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

#### Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

#### Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### *Deferred income*

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### *Charitable activities*

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### *Grant provisions*

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

#### **Government grants**

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

#### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### **Tangible fixed assets**

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	50 years straight line
Fixtures and fittings	20% reducing balance

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### Provisions

Provisions are recognised when the charity has an obligation at the reporting date as a result of a past event, it is probable that the charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

#### Fund structure

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### Financial instruments

##### Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### *Recognition and measurement*

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### *Debt instruments*

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

- (a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.
- (b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.
- (c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).
- (d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.
- (e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.
- (f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

#### *Investments*

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### *Derivative financial instruments*

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

#### *Fair value measurement*

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

### 3 Income from donations and legacies

	2021	2020
	£	£
Building - Extension Project	495,831	-
Gift Aid	122,396	-
General collections	102,591	281,864
HMRC Grants	76,389	-
Zakat	19,597	42,841
Events	12,521	56,906
Education	10,868	48,474
	840,193	430,085

### 4 Investment income

	Unrestricted funds	Total 2021	Total 2020
	General	Total 2021	Total 2020
	£	£	£
Other investment income	14,144	14,144	18,234

### 5 Other income

	2021	2020
	£	£
Funeral services	59,141	46,296
Family Counselling service	57,560	48,368
Marriage services	15,899	48,857
Wedding hall rent	200	32,220
	132,800	175,741

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 6 Expenditure on charitable activities

	2021	2020
	£	£
Wages and salaries	107,185	107,127
Depreciation of tangible fixed assets	80,446	71,150
Education	46,970	58,316
Light and Heat	27,765	18,247
Consultancy	26,107	34,933
Repairs and maintenance	11,645	30,760
Rates and insurance	11,160	13,988
Printing, postage & stationery	7,985	13,765
Telephone, internet and fax	6,670	5,275
Religious activities and speakers costs	5,737	16,481
Security expenses	5,615	10,968
Sundry	5,242	5,961
Hospitality, Foodbank and catering for events	4,480	18,303
Pensions	2,558	1,638
Marketing	1,700	2,913
	351,265	409,825

#### 7 Analysis of governance and support costs

##### Governance costs

	Unrestricted funds	Total 2021	Total 2020
	General £	£	£
Independent examiner fees			
Examination of the financial statements	4,200	4,200	3,500
Legal and professional fees	7,531	7,531	18,085
	11,731	11,731	21,585

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 8 Grant-making

Below are details of material grants made to institutions

Name of institution	2021	2020
	£	£
COVID 19 Support	3,370	-
Mercy International	3,100	4,626
Islamic Relief	3,047	12,000
Pak Friends Ltd	1,300	-
Other charities below £1,000	1,241	9,656
Food Bank	1,193	-
Saba Relief	353	6,500
Interpal	-	4,000
Edhi Foundation	-	3,500
Al Khair Foundation	-	2,000
Ummah Welfare Trust	-	2,000
Hand in Hand for Syria	-	2,000
Eminence Travel	-	1,100
Central Funeral Services	-	1,000
Al-Shifa Trust	-	1,000
Imran Khan Cancer Appeal	-	1,000
	<u>13,605</u>	<u>50,382</u>

#### 9 Net incoming/outgoing resources

Net incoming resources for the year include:

	2021	2020
	£	£
Depreciation of fixed assets	<u>80,446</u>	<u>71,150</u>

#### 10 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

**The Birmingham Mosque Trust Limited**

**Notes to the Financial Statements for the Year Ended 31 March 2021**

**11 Staff costs**

The aggregate payroll costs were as follows:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Staff costs during the year were:</b>		
Wages and salaries	133,542	133,700
Social security costs	10,680	8,273
Pension costs	2,558	1,638
	<b>146,780</b>	<b>143,611</b>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	<b>2021</b>	<b>2020</b>
	<b>No</b>	<b>No</b>
Staff	19	19

No employee received emoluments of more than £60,000 during the year.

**12 Independent examiner's remuneration**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Examination of the financial statements	4,200	3,500

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 13 Taxation

The charity is a registered charity and is therefore exempt from taxation.

#### 14 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
<b>Cost</b>			
At 1 April 2020			
Additions	2,493,609	421,851	2,915,460
	<u>695,043</u>	<u>-</u>	<u>695,043</u>
At 31 March 2021	<u>3,188,652</u>	<u>421,851</u>	<u>3,610,503</u>
<b>Depreciation</b>			
At 1 April 2020			
Charge for the year	407,939	336,739	744,678
	<u>63,423</u>	<u>17,022</u>	<u>80,445</u>
At 31 March 2021	<u>471,362</u>	<u>353,761</u>	<u>825,123</u>
<b>Net book value</b>			
At 31 March 2021	<u>2,717,290</u>	<u>68,090</u>	<u>2,785,380</u>
At 31 March 2020	<u>2,085,670</u>	<u>85,112</u>	<u>2,170,782</u>

#### 15 Cash and cash equivalents

	2021 £	2020 £
Cash on hand		
Cash at bank	425	699
Short-term deposits	719,011	791,906
	<u>1,300,000</u>	<u>1,200,000</u>
	<u>2,019,436</u>	<u>1,992,605</u>

#### 16 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors		
Accruals	17,485	-
Deferred income	41,585	27,626
	<u>114,680</u>	<u>-</u>
	<u>173,750</u>	<u>27,626</u>

## The Birmingham Mosque Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2021

#### 17 Provisions

	Other provision 1 £	Total £
At 1 April 2020		
Utilised during the period	(115,228)	(115,228)
At 31 March 2021	<u>115,228</u>	<u>115,228</u>
	<u>-</u>	<u>-</u>

The provision relates to over claimed Gift Aid income relating to past years. The Charity has now settled this amount with HMRC.

#### 18 Share capital

#### 19 Funds

	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Balance at 31 March 2021 £
<b>Unrestricted funds</b>				
General	2,575,262	471,709	(362,999)	2,683,972
<b>Restricted funds</b>	<u>1,445,271</u>	<u>515,428</u>	<u>(13,605)</u>	<u>1,947,094</u>
<b>Total funds</b>	<u><u>4,020,533</u></u>	<u><u>987,137</u></u>	<u><u>(376,604)</u></u>	<u><u>4,631,066</u></u>
	<b>Balance at 1 April 2019 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Balance at 31 March 2020 £</b>
<b>Unrestricted funds</b>				
General	2,425,453	581,219	(431,410)	2,575,262
<b>Restricted funds</b>	<u>1,452,812</u>	<u>42,841</u>	<u>(50,382)</u>	<u>1,445,271</u>
<b>Total funds</b>	<u><u>3,878,265</u></u>	<u><u>624,060</u></u>	<u><u>(481,792)</u></u>	<u><u>4,020,533</u></u>

**The Birmingham Mosque Trust Limited**

**Notes to the Financial Statements for the Year Ended 31 March 2021**

**20 Analysis of net assets between funds**

	<b>Unrestricted General £</b>	<b>Restricted funds £</b>	<b>Total funds at 31 March 2021 £</b>
Tangible fixed assets	838,286	1,947,094	2,785,380
Current assets	2,019,436	-	2,019,436
Current liabilities	(173,750)	-	(173,750)
<b>Total net assets</b>	<u><u>2,683,972</u></u>	<u><u>1,947,094</u></u>	<u><u>4,631,066</u></u>

	<b>Unrestricted General £</b>	<b>Restricted funds £</b>	<b>Total funds at 31 March 2020 £</b>
Tangible fixed assets	725,511	1,445,271	2,170,782
Current assets	1,992,605	-	1,992,605
Current liabilities	(27,626)	-	(27,626)
Provisions	(115,228)	-	(115,228)
<b>Total net assets</b>	<u><u>2,575,262</u></u>	<u><u>1,445,271</u></u>	<u><u>4,020,533</u></u>

**21 Analysis of net funds**

	<b>At 1 April 2020 £</b>	<b>Financing cash flows £</b>	<b>At 31 March 2021 £</b>
Cash at bank and in hand	1,992,605	26,831	2,019,436
<b>Net debt</b>	<u><u>1,992,605</u></u>	<u><u>26,831</u></u>	<u><u>2,019,436</u></u>