

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

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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:

m Afzal
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

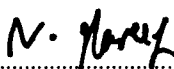
Independent Auditor's Report to the Members & Trustee of The Birmingham Mosque Trust Limited

- 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 £
Income and Endowments from:				
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>
Expenditure on:				
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
Reconciliation of funds				
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>3,070,530</u>	<u>3,251,325</u>	<u>6,321,855</u>

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
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>
Expenditure on:				
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
Reconciliation of funds				
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>2,764,456</u>	<u>2,703,003</u>	<u>5,467,459</u>

The Birmingham Mosque Trust Limited

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

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

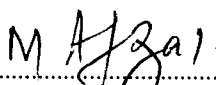
For the financial year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 £
Cash flows from operating activities			
Net cash income		854,396	836,393
Adjustments to cash flows from non-cash items			
Depreciation		120,566	105,225
Investment income	4	<u>(5,923)</u>	<u>(12,147)</u>
		969,039	929,471
Working capital adjustments			
(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>
Cash flows from investing activities			
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><u>1,557,683</u></u>	<u><u>1,448,260</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 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

Asset class	Depreciation method and rate
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

	2023 £	2022 £
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

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

5 Other income

	2023 £	2022 £
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 £
Staff costs during the year were:		
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 £
Cost			
At 1 April 2022	4,637,520	421,851	5,059,371
Additions	<u>851,690</u>	<u>-</u>	<u>851,690</u>
At 31 March 2023	<u>5,489,210</u>	<u>421,851</u>	<u>5,911,061</u>
Depreciation			
At 1 April 2022	562,969	367,379	930,348
Charge for the year	<u>109,672</u>	<u>10,894</u>	<u>120,566</u>
At 31 March 2023	<u>672,641</u>	<u>378,273</u>	<u>1,050,914</u>
Net book value			
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	<u>26,265</u>	<u>1,026,265</u>
	<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	<u>11,799</u>	<u>35,130</u>
	<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 £
Unrestricted funds				
General	2,764,456	867,927	(561,853)	3,070,530
Restricted funds	<u>2,703,003</u>	<u>654,088</u>	<u>(105,766)</u>	<u>3,251,325</u>
Total funds	<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 £
Unrestricted funds				
General	2,683,972	555,918	(475,434)	2,764,456
Restricted funds	<u>1,947,094</u>	<u>783,295</u>	<u>(27,386)</u>	<u>2,703,003</u>
Total funds	<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

	Unrestricted General £	Restricted funds £	Total funds at 31 March 2022 £
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>

	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	(109,824)	-	(109,824)
Total net assets	<u>2,764,456</u>	<u>2,703,003</u>	<u>5,467,459</u>