

Idara-e-Jaaferiya

Trustees' Report And Financial Statements

For the year ended 31 December 2021

Charity Registration No 260968

M ZAIDI AND CO.

CHARTERED ACCOUNTANTS & STATUTORY AUDITORS

241 Mitcham Road, London, SW17 9JQ

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Idara-e-Jaaferiya

Contents	Page
List of Trustees and Members of the Executive Committee	1
Trustees' Report	2
Auditor's Report	4
Statement of Financial Activities	7
Balance Sheet	8
Notes to the accounts	9 - 15
Income and Expenditure Account	16

Idara-e-Jaaferiya

List of Trustees and Executive Members

For the year ended 31 December 2021

President: Mr. M Raza

Secretary: M Abbas Jaffri

Treasurer: S Zeeshan Zaidi

Other Trustees: Syed Turab Mohsin Jafri

Mr. Hamid Raza

Mr. Sikandar Mirza

Mr. Arhum Haidri

Mr. Zia Abbas Zaidi

Mr. Shan ul Haq

Mr. Ehsan Raza

Mr. Shiraz Mehdi Zaidi

Qaseem Syed Mohammed

Dr Hasan Ali

(Resigned June 21)

(Appointed June 21)

Idara-e-Jaaferiya

Trustee's Report

For the year ended 31 December 2021

The Trustees present their report together with the financial statements of the charity for the year ended 31 December 2021.

The Trustees

Mr. Mohammed Raza
Mr. M Abbas Jaffri
Mr. S Zeeshan Zaidi
Syed Turab Mohsin Jafri
Mr. Hamid Raza
Mr. Sikandar Mirza
Mr. Arhum Haidri
Mr. Zia Abbas Zaidi
Mr. Shan ul Haq
Mr. Ehsan Raza
Mr. Shiraz Mehdi Zaidi (Resigned June 21)
Qaseem Syed Mohammed
Dr Hasan Ali (Appointed June 21)

Governing Instrument

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Risk Management

The Trustees have examined the major strategic, business and operational risks which the charity faces and confirm that the systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

The Trustees have delegated responsibilities for regular review of the risk and reporting overall compliance and any exceptions to the Board in a timely manner. We are of the opinion that these measures are appropriate to the Charity's size and the nature of its operations.

To protect against any financial misappropriation, Trustees and accounting staff regularly monitor and supervise the financial affairs of the charity.

Accounting Policies

The Accounting Policies adopted by the Charity are detailed in Note 1 to the financial statement. There have been no changes to the accounting policies during the year.

Availability of Assets to fulfil obligations

The Charity has adequate reserves to fulfil its charitable obligations.

Idara-e-Jaafariya

Trustee's Report

For the year ended 31 December 2021

(Continued)

Trustees' responsibilities in relation to the financial statement

Law applicable to the charities in England and Wales require the trustees to prepare financial statements for each financial period, which give true and fair view of the charity's financial activities during the period and of its financial positions at the end of the period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards and statements of recommended practice have been followed subject to any departing disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business;

The Trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy the financial positions of the Charity and which enable them ensure that the financial statements comply with applicable law, regulations and trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been approved by the Board of Trustees on 9/2/2023 and signed in their behalf by:



.....
Mr. M Raza
Trustee



.....
Mr. Zeeshan Zaidi
Trustee

Date: 09/02/2023

Date: 09/02/2023

Independent Auditor's Report To
The Trustees of Idara-e-Jaaferiya
For the year ended 31 December 2021

OPINION

We have audited the financial statements of Idara-e-Jaaferiya for the year ended 31 December 2021, which comprise the statement of financial activities, the balance sheet, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 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 true and fair view of the state of the charity's affairs as at 31 December 2021 and of its incoming resources and application of resources, 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 Charities Act 2011.

BASIS OF 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 financial statements are authorised for issue.

Independent Auditor's Report To
The Trustees of Idara-e-Jaaferiya
For the year ended 31 December 2021

(Continued)

OTHER INFORMATION

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact.

We have nothing to report in this regard.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

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

- the information given in the financial statements is inconsistent in any material respect with the trustees' report;
- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the trustees determine if necessary to enable the preparation of financial statements that are free from material misstatements, 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 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, s. 144 and report in accordance with regulations made under the Act and relevant regulations made or having effect thereunder.

Independent Auditor's Report To
The Trustees of Idara-e-Jaaferiya
For the year ended 31 December 2021

(Continued)

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole are free from material misstatements, 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.

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



.....
Mr. Mannan Zaidi (Senior Statutory Auditor)
For and on behalf of M Zaidi & Co.
Chartered Accountants & Statutory Auditors
241 Mitcham Road
London
SW17 9JQ

Date: 10-02-2023

Idara-e-Jaaferiya

Statements of Financial Activities

For the year ended 31 December 2021

	Notes	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Incoming Resources					
Voluntary Income		141,563		141,563	126,562
Incoming resources from Charities activities		40,147		40,147	30,276
Investment Income		19,893		19,893	17,525
Government Grant		17,004		17,004	15,610
Total Incoming Resources	2	218,607	-	218,607	189,973
Resources Expended					
Charitable Activities		158,594		158,594	156,223
Investment Management Costs		30,895		30,895	15,590
Governance Costs		11,023		11,023	9,475
Total Resources Expended	3	200,512	-	200,512	181,288
Net Incoming/(Outgoing) Resources for the year		18,095		18,095	8,685
Total funds brought forward		533,771		533,771	525,086
Total funds carried forward		551,866	-	551,866	533,771

The statement of financial activities includes all gains and lossess in the year. All incoming resources and resources expended derive from continuing activities.

Idara-e-Jaafariya

Balance sheet
as at 31 December 2021

	Notes	£	2021 £	£	2020 £
Fixed assets					
Tangible Assets	6		4,702,464		4,720,256
Current assets					
Cash at bank and in hand			172,033	136,399	
			172,033	136,399	
Creditors					
Amounts falling due within one year	7	(8,367)		(8,620)	
Net current assets			163,666		127,779
Total assets less current liabilities			4,866,130		4,848,035
Creditors					
Amounts falling due after more than one year	8		(36,000)		(36,000)
Net assets			4,830,130		4,812,035
Funds					
Unrestricted funds			4,830,130		4,812,035
Total funds			4,830,130		4,812,035

The financial statements were approved by the Board of Trustees on 9/2/2023 and signed on its behalf by:


Mr. M Raza
Trustee


Mr. Zeeshan Zaidi
Trustee

Date: 09/02/2023

Date: 09/02/2023

Notes to the financial statements
Year ended 31 December 2021

1. Accounting policies

1.1. Accounting convention

The financial statements have been prepared under historical cost convention, in accordance with Accounting and Reporting by Charities - Charities Act 2011 and with applicable Accounting Standards.

Fund Accounting

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

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

1.2. Incoming Resources

Recognition of Incoming Resources

These are included in Statement of Financial Activities (SoFA) when:

- the charity became entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Incoming resources with related expenditure

Where incoming resources have related expenditure (as with fund raising or contract income) the incoming resources and related expenditure are reported gross in the SoFA.

School Fees

School fees that have been received prior to the year end, and which relate to activities in subsequent years, are treated as deferred income in the year of receipt and are released in the relevant period thereafter.

Grants and Donations

Grants and donations only included in the SoFA when charity has unconditional entitlement to the resources.

Contractual Income and performance related grants

This is only included in SoFA once the related goods and services have been delivered.

Other Income

This included in the accounts when received.

Volunteers Services

The value of services provided by volunteers has not been included.

Notes to the financial statements (continued)
Year ended 31 December 2021

1.3. Resources Expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Cost of generating funds comprise the costs associated with attracting voluntary income.

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 indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fee and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on the appropriate basis.

1.4. Operating leases

Rentals payable under operating leases, where substantially all the risks and rewards of ownership remain with the lessor, are charged to the Statement of Financial Activities on a straight line basis over the life of the lease.

1.5. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold buildings	-	2% on straight line
Plant and machinery	-	18% on reducing balance
Fixtures, fittings and equipment	-	18% on reducing balance
Motor vehicles	-	18% on reducing balance

Idara-e-Jaaferiya

Notes to the financial statements (continued)
Year ended 31 December 2021

2. Total Incoming Resources

	Unrestricted Funds £	Restricted Funds £	Total Funds 31/12/21 £	Total Funds 31/12/20 £
Voluntary Income				
Donations-Fitra	3,984		3,984	3,979
Donations-General	123,840		123,840	108,211
Donations-Building	3,053		3,053	4,580
Member's Subscription	5,900		5,900	5,763
Sunday school	4,786		4,786	4,029
	<u>141,563</u>	<u>-</u>	<u>141,563</u>	<u>126,562</u>
Incoming Resources from Charitable Activities				
Shop income	2,810		2,810	649
Events bookings	5,885		5,885	7,841
Funeral services	29,967		29,967	21,780
Commissions receivable	1,485	-	1,485	6
Gift Aid Refund	-	-	-	-
	<u>40,147</u>	<u>-</u>	<u>40,147</u>	<u>30,276</u>
Investment Income				
Rent receivable	19,893		19,893	17,525
	<u>19,893</u>	<u>-</u>	<u>19,893</u>	<u>17,525</u>
Government Grant	17,004	-	17,004	15,610
Total Incoming Resources	<u><u>218,607</u></u>	<u><u>-</u></u>	<u><u>218,607</u></u>	<u><u>189,973</u></u>

Idara-e-Jaaferiya

Notes to the financial statements (continued)
Year ended 31 December 2021

3. Resources Expended

	Unrestricted Funds £	Restricted Funds £	Total Funds 31/12/21 £	Total Funds 31/12/20 £
Charitable activities				
Wages and salaries	30,196	-	30,196	40,987
Employer's NI contributions	1,730	-	1,730	-
Employer's pension	906	-	906	906
Rates and water	385	-	385	1,000
Insurance	6,010	-	6,010	5,859
Light and heat	9,133	-	9,133	7,864
Cleaning	6,889	-	6,889	4,286
Fitra	1,513	-	1,513	-
Visiting Alims	15,578	-	15,578	15,731
Funeral services	7,904	-	7,904	18,088
Printing, postage and stationery	3,249	-	3,249	1,758
Refreshments & niaz	40,301	-	40,301	21,127
Telephone	675	-	675	914
Advertisement	-	-	-	6
Computer costs	67	-	67	-
Travelling	1,381	-	1,381	783
Youth Activities	-	-	-	110
Khums Paid	6,772	-	6,772	2,763
Sadqa Paid	6,127	-	6,127	17,691
Bank charges	1,067	-	1,067	1,184
Gain/loss on disposal of tangible assets	4,816	-	4,816	-
Sundry expenses	170	-	170	172
Depreciation of tangible assets	13,725	-	13,725	14,994
	158,594	-	158,594	156,223
Investment Management Costs				
Repairs and maintenance	30,895	-	30,895	15,590
	30,895	-	30,895	15,590
Governance costs				
School expenses	6,523	-	6,523	5,875
Audit Fees	4,500	-	4,500	3,600
	11,023	-	11,023	9,475
Total Resources Expended	200,512	-	200,512	181,288

Idara-e-Jaaferiya

Notes to the financial statements (continued)
Year ended 31 December 2021

4. Staff Costs

	31/12/21	31/12/20
	£	£
Wages and Salaries (Including employer's NIC)	<u>31,926</u>	<u>40,987</u>
Average number of monthly employees	<u>2</u>	<u>2</u>

No employees were paid above £60,000 neither in the current year, nor the preceding year.

5. Trustees' Remuneration and Benefits

Trustees' Remuneration

There were no Trustees' remuneration or other benefits for the year ended 31 December 2021.

Trustees' Expenses

There were no Trustees' expenses paid for the year ended 31 December 2021.

Idara-e-Jaaferiya

Notes to the financial statements (continued)
Year ended 31 December 2021

6. Tangible assets

	Property freehold	Plant and machinery	Fixtures Fittings & Equipment	Motor vehicles	Total
Cost					
At 1st January 2021	577,636	128,561	9,876	15,000	731,073
Revaluation	4,278,264	-	-	-	4,278,264
Additions	-	-	749	-	749
Disposals	-	-	-	(15,000)	(15,000)
At 31st December 2021	4,855,900	128,561	10,625	-	4,995,086
Depreciation					
At 1st January 2021	151,781	119,114	8,002	10,184	289,081
On disposals	-	-	-	(10,184)	(10,184)
Charge for the year	11,553	1,700	472	-	13,725
At 31st December 2021	163,334	120,814	8,474	-	292,622
Net book values					
At 31st December 2021	4,692,566	7,747	2,151	-	4,702,464
At 31st December 2020	4,704,119	9,447	1,874	4,816	4,720,256

The freehold property 18 Church Lane, Tooting, London, SW17 9PP was revalued by Chartered Surveyors in May 2019. The total revalued market value of the freehold property is now £4,855,900.

7. Current liabilities

	31/12/21 £	31/12/20 £
Taxes and social security costs	1,160	2,549
Other creditors	2,372	2,471
Accruals	4,835	3,600
	<u>8,367</u>	<u>8,620</u>

Idara-e-Jaaferiya

Notes to the financial statements (continued)
Year ended 31 December 2021

8. Long-term liabilities

	31/12/21	31/12/20
	£	£
Qarz-e-Hasna	36,000	36,000
	<u>36,000</u>	<u>36,000</u>

9. Accumulated Funds Account

	31/12/2021	31/12/2020
	£	£
Unrestricted funds brought forward	533,771	525,086
Excess of expenditure over income	18,095	8,685
Total accumulated funds	<u>551,866</u>	<u>533,771</u>

10. Bank Security:

Barclays bank has a charge over 220 Links Road Tooting, London, SW17 9ER, on the Banks standard form dated 27/06/2001.

Idara-e-Jaaferiya

Income and Expenditure Account for the year ended 31st December 2021

	31/12/2021 £	31/12/2020 £
Income		
Donations-Fitra	3,984	3,979
Donations-General	123,840	108,211
Donations-Building	3,053	4,580
Member's Subscription	5,900	5,763
Sunday school	4,786	4,029
Shop income	2,810	649
Events bookings	5,885	7,841
Funeral services	29,967	21,780
Rent receivable	19,893	17,525
Gift Aid Refund	-	-
Commission Receivable	1,485	6
Government Grant	17,004	15,610
	<u>218,607</u>	<u>189,973</u>
Expenditure		
Resident Alim & Sunday School	30,196	40,987
Employer's NI contributions	1,730	-
Employer's pension	906	906
Rates and water	385	1,000
Insurance	6,010	5,859
Light and heat	9,133	7,864
Cleaning	6,889	4,286
Repairs and maintenance	30,895	15,590
Khums Paid	6,772	2,763
Fitra	1,513	-
Sadqa Paid	6,127	17,691
Visiting Alims	15,578	15,731
Funeral services	7,904	18,088
School expenses	6,523	5,875
Printing, postage and stationery	3,249	1,758
Marketing	-	6
Refreshments & niaz	40,301	21,127
Telephone	675	914
Travelling	1,381	783
Youth Activities	-	110
Auditors remuneration	4,500	3,600
Bank charges	1,067	1,184
Sundry expenses	170	172
Depreciation of tangible assets	13,725	14,994
Gain/loss on disposal of tangible assets	4,816	-
	<u>(200,512)</u>	<u>(181,288)</u>
Excess of expenditure over income	<u>18,095</u>	<u>8,685</u>