

CHARITY REGISTERED NUMBER: 263535

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

BOBAT ARIF & CO.
CHARTERED CERTIFIED ACCOUNTANTS
UNIT 10A, THE 1929 SHOP
MERTON ABBEY MILLS
18 WATERMILL WAY
LONDON
SW19 2RD

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

LEGAL AND ADMINISTRATIVE INFORMATION

Registered Charity Number: 263535

Chairman: N. Ali

Trustees: N Ali
Z Niazi
A R Karim
M Salimullah
M A Ijaz

Registered Office: 8 Mitcham Lane
London
SW16 6NN

Accountants: Bobat Arif & Co.
Chartered Certified Accountants
Unit 10A, The 1929 Shop
Merton Abbey Mills
18 Watermill Way
London
SW19 2RD

Bankers: Barclays Bank Plc
NatWest Bank Plc

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

FOR THE YEAR ENDED 31 MARCH 2023

CONTENTS

	Page
Charity - Examiners report	1
Trustees' report	2-3
Balance sheet	4
Statement of financial activities	5
Schedule of funds	6
Notes	7-11

INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF SOUTH LONDON MOSQUE & ISLAMIC CENTRE
FOR THE YEAR ENDED 31 MARCH 2023

I report on the accounts which are set out on pages 4 to 11.

Respective responsibilities of the trustees

The trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. It is my responsibility to:

Examine the accounts under section 145 of the 2011 Act; follow the procedures laid down in the general directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act); and state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

.....
Bobat Arif & Co.
Chartered Certified Accountants
Unit 10A, The 1929 Shop
Merton Abbey Mills
18 Watermill Way
London
SW19 2RD

Dated: 17 December 2023

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

REPORT OF THE

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their report with the financial statements of the charity for the year ended 31 March 2023.

The trustees confirm that the financial statements comply with the requirements of the Charities Act 2011, the Trust Deed and the Charities SORP 2005.

Structure, Governance and Management

Trustees

The trustees named on page 1 have served throughout the year. No trustee has any beneficial interest in the Trust and they are all members of the Trust. Trustees are only appointed by the Board of Trustees.

Governing document

The charity is governed by its Trust deed.

Organisation

The trustees meet regularly with the Management Committee to review the day to day duties which have been delegated to the Committee.

Related parties

There are no related parties that require disclosure.

Risk policy

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Objectives and activities

The Charitable Trust's objects are to promote the study and practice of the Islamic faith and to advance religious education in accordance with the doctrines and practices of the Islamic faith. The charitable trust's main activities are:

- > To provide a centre at which members of the public can advance their education in the knowledge of Islam;
- > To provide educational activities to those of the Islamic faith;
- > A community centre for the local Muslim community whereby daily prayer facilities are performed, ladies and youth activities are held, funeral and matrimonial facilities are provided, various local community events are held and a Food bank service is also provided for the benefit of all local communities.

Achievements and performance

The Trustees are pleased to state that the charitable trust has continued with its objectives and are satisfied with the achievements. Fortunately, the regular donations have resumed to its normal levels. These achievements could not have been realised without the generous backing of the donors, as well as the excellent performance of the modestly sized staff team supported by our kind and enthusiastic volunteers, to all of whom we are very grateful.

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

REPORT OF THE TRUSTEES' (Continued)

FOR THE YEAR ENDED 31 MARCH 2021

Financial review

Reserves policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which equates to approximately three months unrestricted expenditure. This provides sufficient funds to cover management and administration and support costs and to respond to any emergency applications which may arise. Unrestricted funds were maintained at this level throughout the year.

Freehold land and buildings

In the opinion of the directors the market value of land & buildings is £5,150,000.

Plans for future periods

Financial Review

The charity has now managed to maintain its balances and also its normal standard of good level of quality educational activities to satisfy the needs of the community. We are hopeful to continue with our objectives.

Accounting and reporting responsibilities

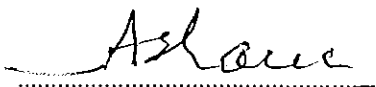
The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provision of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees on 17 December 2022 signed on its behalf by:



M A Ijaz
Trustee

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

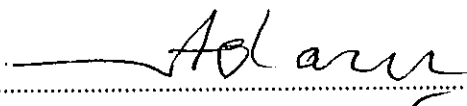
BALANCE SHEET

AT 31 MARCH 2023

	Note	2022	2023	
			£	£
Tangible fixed assets				
Tangible assets	4		2,789,228	2,796,535
Current assets				
Debtors	5	220,160		260,570
Bank Accounts		608,254		562,224
		828,414		822,794
Creditors				
Amounts falling due within one year	6	12,153		6,851
Net current assets			816,261	815,943
Total assets less current liabilities			3,605,489	3,612,478
Creditors				
Amounts falling due after more than one year	7		(495,427)	(588,320)
Net assets			£3,110,062	£3,024,158
Capital funds				
Restricted funds			13,734	15,735
Unrestricted funds			3,096,328	3,008,423
Total funds			£3,110,062	£3,024,158

Approved by the trustees on 17 December 2023 and signed on its behalf.

.....
N. Ali


M A Ijaz

The annexed notes form part of these financial statements.

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	Unrest'd Funds £	Rest'd Income Funds £	Total Funds 2023 £	Total Funds 2022 £
Incoming resources				
Incoming Resources from generated funds:				
Voluntary income	153,913	23,703	177,616	102,964
Activities for generating funds	72,141	0	72,141	58,888
Investment income	147,803	0	147,803	205,799
	<u>373,857</u>	<u>23,703</u>	<u>397,560</u>	<u>367,651</u>
Other incoming resources	0	0	0	9,946
Total incoming resources	<u>373,857</u>	<u>23,703</u>	<u>397,560</u>	<u>377,597</u>
Resources expended				
Costs of generating funds	10,612	25,704	36,316	16,867
Costs of charitable activities	49,055	0	49,055	57,327
Governance costs	226,285	0	226,285	203,544
Total resources expended	<u>285,952</u>	<u>25,704</u>	<u>311,656</u>	<u>277,738</u>
Net movement in funds	87,905	(2,001)	85,904	99,859
Total funds brought forward	<u>3,008,423</u>	<u>15,735</u>	<u>3,024,158</u>	<u>2,924,299</u>
Total funds carried forward	<u>3,096,328</u>	<u>13,734</u>	<u>3,110,062</u>	<u>3,024,158</u>

Details of Incoming resources and resources used are given in the notes to the financial statements.

SOUTH LONDON MOSQUE & ISLAMIC CENTRE
STATEMENT OF FINANCIAL ACTIVITIES
DETAILED ANALYSIS OF MOVEMENTS IN FUNDS
FOR THE YEAR ENDED 31 MARCH 2023

	2023	2022
	£	£
General Fund		
Surplus for the period	87,905	84,124
	87,905	84,124
Unrestricted fund		
Opening balance	3,008,423	2,924,299
	3,008,423	2,924,299
Restricted Income Fund		
Opening Balance	15,735	0
Voluntary Income - Zakat/Sadqa/Fitrana	23,703	20,551
Donations - Zakat/Sadqa/Fitrana	(25,704)	(4,816)
	13,734	15,735
Total funds at 31 March 2023	£3,110,062	£3,024,158

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1. Accounting policies

The accounts have been prepared under the historical cost convention as modified by the inclusion of investments at market value. The accounts have been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) issued in March 2005, applicable UK Accounting Standards and the Charities Act 1993. The principal accounting policies adopted in the preparation of the accounts are set out below.

Incoming resources

All incoming resources are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold Land and buildings - Trustees have adopted the policy to keep the cost in the balance sheet at historical value and market value is disclosed in the Trustees' Report.

Plant and Machinery - 20% per annum on NBV

Motor Vehicles - 25% per annum on NBV

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund as set out in the notes to the financial statements.

SOUTH LONDON MOSQUE & ISLAMIC CENTRE
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 MARCH 2023

2. **Staff costs**

The average number of persons employed by the company, including director, during the period was as follows:

	2023	2022
Administration	1	1
Teachers	18	20
Imam	1	1
	<u>20</u>	<u>22</u>
	<u>==</u>	<u>==</u>

3. **Investment Income**

	2023 £	2022 £
Rents received	147,803	205,799
	<u>147,803</u>	<u>205,799</u>
	<u>==</u>	<u>==</u>

4. **Tangible fixed assets**

	Land and Buildings £	Plant and Machinery £	Total £
Cost:			
At 1 April 2022	2,766,577	116,472	2,883,049
At 31 March 2023	<u>2,766,577</u>	<u>116,472</u>	<u>2,883,049</u>
Depreciation:			
At 1 April 2022	0	86,514	86,514
Charge for the period	0	7,307	7,307
At 31 March 2023	<u>0</u>	<u>93,821</u>	<u>93,821</u>
Net book value:			
At 31 March 2023	<u>£2,766,577</u>	<u>£ 22,651</u>	<u>£2,789,228</u>
	<u>==</u>	<u>==</u>	<u>==</u>
At 31 March 2022	<u>£2,766,577</u>	<u>£ 29,958</u>	<u>£2,796,535</u>
	<u>==</u>	<u>==</u>	<u>==</u>

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2023

5. Debtors and prepayments

Amounts falling due within one year:

	2023	2022
	£	£
Prepayments and Accrued Income	1,410	31,820
Staff Loans	58,750	58,750
Al Hidayam Masjid Loan	160,000	170,000
	<u>£220,160</u>	<u>£260,570</u>

6. Creditors

Amounts falling due within one year:-

	2023	2022
	£	£
Sundry Creditors	6,106	0
Other Taxes & PAYE	4,547	5,351
Accruals and Deferred Income	1,500	1,500
	<u>£ 12,153</u>	<u>£ 6,851</u>

7. Amounts falling due after more than one year:-

Bank Loan	<u>495,427</u>	<u>588,320</u>
-----------	----------------	----------------

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2023

8. Incoming resources

	Unrest'd Funds 2023 £	Rest'd Income Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
Voluntary income				
Donations	34,359	0	34,359	0
Subscriptions	7,492	0	7,492	4,955
Friday Collections	58,110	0	58,110	49,011
Donations for new Masjid	53,952	0	53,952	28,447
Voluntary Income - Zakat/Sadqa/Fitrana	0	23,703	23,703	20,551
	<u>153,913</u>	<u>23,703</u>	<u>177,616</u>	<u>102,964</u>
Activities for generating funds				
Sale of Calenders	1,410	0	1,410	1,429
Madrassa Fees	63,807	0	63,807	49,256
Mortuary Fees	6,734	0	6,734	6,615
Nikah Fees	0	0	0	1,588
Other Income	190	0	190	0
	<u>72,141</u>	<u>0</u>	<u>72,141</u>	<u>58,888</u>
Investment income				
Rents received	147,803	0	147,803	205,799
	<u>147,803</u>	<u>0</u>	<u>147,803</u>	<u>205,799</u>
Other incoming resources				
Covid Furlough grant	0	0	0	9,946
	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,946</u>

SOUTH LONDON MOSQUE & ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2023

9. Costs of generating funds

	2023 £	2023 £	2022 £
Hearse costs	2,005		1,359
Calendars	1,300		1,010
Depreciation	7,307		9,682
	<hr/>		<hr/>
		10,612	12,051
		<hr/>	<hr/>

10. Costs of charitable activities

	2023 £	2023 £	2022 £
Rates	740		715
Light & Heat	9,437		5,713
Cleaning	7,656		11,478
Security	170		1,606
Insurance	11,398		9,538
Telephone & Internet	813		522
Post, Print & Stationery	731		219
Building repairs	10,621		15,209
Renewals	829		4,100
Bank Charges	1,744		1,680
Credit Card Charges	0		727
Sundry expenses	322		2,120
Ramadaan & Hospitality costs	4,344		0
Subscriptions	250		250
Madrassa expenses	0		3,450
	<hr/>		<hr/>
		49,055	57,327
		<hr/>	<hr/>

11. Governance costs

	2023 £	2023 £	2022 £
Staff costs	196,645		179,748
Legal fees	750		0
Accountancy & Report fees	1,500		1,500
New Project costs	21,537		17,247
Payroll costs	444		744
Staff Pension costs	1,009		1,005
Office Administration costs	4,400		3,300
	<hr/>		<hr/>
		226,285	203,544
		<hr/>	<hr/>