

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

England & Wales · Charity number 264824

Details

Other names	HOUNSLOW JAMIA MASJID
Status	Registered
Legal form	Other
Registered	1974-01-09
Register	View on the Charity Commission register

Contact

Address	367 Wellington Road South Hounslow TW4 5HU
Phone	02085700938
Email	gen.secretary@hounslowmasjid.co.uk
Website	www.hounslowmasjid.co.uk

Activities

Objects: TO ADVANCE THE ISLAMIC RELIGION AND IN PARTICULAR THE SUNNI MUSLIM FAITH, AND IN FURTHERANCE OF THAT OBJECT THE MASJID MAY BE USED TO TEACH, PROPAGATE AND PREACH ISLAM ACCORDING TO SUNNI SCHOOL OF THOUGHT.

Activities: The Trust's main objective is to promote Islam especially the Sunni Faith, it also provides Funeral services for the community and also educational needs in the Suffah Primary School, which is run by an Educational Committee consisting of four members of the Trust.

Classification

- **How:** Provides Services
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** LONDON BOROUGH OF HOUNSLOW
- Hounslow

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-30	£1,806,511	£1,747,937	£5,664,711	57
2024-04-30	£1,773,104	£1,751,788	£5,606,138	56
2023-04-30	£1,590,833	£1,424,335	£5,584,822	57
2022-04-30	£1,476,181	£1,450,762	£5,418,324	55
2021-04-30	£1,130,939	£1,194,057	£5,392,905	55

Trustees

Name	Role	Appointed
RAJA JAWAID AKHTAR	Chair	2025-09-30
MOHAMMAD AJAIB		2011-12-13
MR MOHAMMAD RASHAD		2011-12-13
Nadeem Akhtar		2011-12-13
SHAFIQ REHMAN		2011-12-13
Sajid Ali		2019-09-06
Tariq Masood		2019-09-06
Wahid Hussain		2017-09-30
Zubair Awan		2014-08-17

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

England & Wales - Charity number 264824

Accounts

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE
Financial Statements
30 April 2025

SALEEMI ASSOCIATES

Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Financial Statements

Year ended 30 April 2025

	Page
Trustee's annual report	1
Independent auditor's report to the members	5
Statement of financial activities	10
Statement of financial position	11
Statement of cash flows	12
Notes to the financial statements	13
The following pages do not form part of the financial statements	
Detailed statement of financial activities	26
Notes to the detailed statement of financial activities	27

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2025

The trustee presents his report and the financial statements of the charity for the year ended 30 April 2025.

Reference and administrative details

Registered charity name HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Charity registration number 264824

Principal office 367 Wellington Road South
Hounslow
Middlesex
TW4 5HU

The trustee

R J Akhtar	Chairman
M R Khan	Vice Chairman
S Rehman	General Secretary
Z Awan	Joint Secretary
M Ajaib	Treasurer
N Akhtar	Joint Treasurer
S Ali	
T Masood	
W Hussain	

Auditor Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2025

Structure, governance and management

The trust is an unincorporated trust and is a registered charity, number 264824. The trustees will be elected by the members of the masjid and serve for five years after which period they may put themselves forward for re-election. The constitution provides for a minimum of 6 trustees, to a maximum of 11 trustees. At the trustees' monthly meeting, the trustees agree the strategy and areas of activity for the Trust, including consideration of donation making, reserves and risk management policies and performance.

Objectives and activities

The fundamental belief of the Trust is LA ILAHA ILLALLAAH MUHAMMADUR RASULALLAH that there is no god but one God, ALLAH and Muhammed (peace be upon him) is His Prophet. The Trust's main objective is to advance Islam and in particular the Sunni Muslim faith. The trust within its core objectives provides a number of services for the community including educational, recreational, funeral, marriage and a particular focus on activities for the youth and our sister's.

Achievement and performance

Building on the success and growth of previous years, 2025 was our busiest yet

A new food bank serving the community was introduced in the car park in February - opening to all walks of life in a daily basis

Our ground-breaking partnership with Brentford Football Club saw the Mosque lead a Grand Iftar at the football stadium, a huge achievement for the Mosque and community

With MMA one of the most popular sports in the world, an award winning coach began classes for children, ladies and adults at the Mosque - one of the biggest achievements to date

Workshops with the NHS and public bodies are being held every other week at the Friday prayers allowing much needed health advice and services to reach the largest attendance of Muslims in west London

The Mosque hosted world renowned scholars for internationally acclaimed events and spiritual retreats - opening the door for hearts to be revived for communities across the country

We once again hosted a summer fair in the car park with funfair rides, stalls and food

Our online presence continues to be one of the most active and vibrant in the UK with videos on key topics shared on different platforms reaching a large audience

In terms of other sports, our annual charity football tournament was bigger than before with an increased participation, a new Girls Only Youth club began in April with a consistent number of young girls aged 11-16, a weekly football club for boys 11-18 takes place every Friday in the astroturf section of the Mosque and strength training for adults was introduced in the spring aimed at keeping the senior generation fit and healthy

We started a drive to revive reading by installing a Little Library outside the building accessible to the public where free books are placed and accessible for people to take

Language classes also built on the back of this with Urdu and Arabic classes taking place online

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2025

Financial review

The charity although has seen an increase in income, there has been a corresponding increase in expenditure mainly attributable to salaries and some overheads. Largely the increase was due to a grant of 200k GBP.

We have sought to gain regular donations with online standing orders through our website and have introduced a new park and fly service. Other fund raising initiatives have also been implemented to assist with the fundraising.

Our annual Eid festival held on site generates some much needed revenue in the summer and school fees have been raised in line with inflation and teacher wage increases. With innovative plans being worked on for the next year we hope to establish additional streams of income on a regular basis and will report accordingly

The expenditure has also increased year on year mainly attributed to increase in salaries and utilities.

Reserve policy

The Trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately two months of unrestricted charitable expenditure.

Risk and uncertainties

Charity has developed an approach to risk management that allows it respond to risks and adapt how it operates. At the time of this report, the extent of uncertainty in our operating environment has never been greater. A number of the uncertainties are inherent to the Charity and present both risks to be managed and opportunities to improve both what we do and how we deliver our service.

Trustee's responsibilities statement

The trustee is responsible for preparing the trustee's 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures 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 trustee is responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial

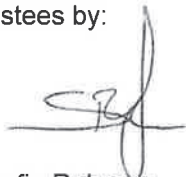
HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2025

position of the charity and enable him to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. He is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustee's annual report was approved on 27/02/2026 and signed on behalf of the board of trustees by:



Shafiq Rehman
General Secretary

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2025

Opinion

We have audited the financial statements of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE (the 'charity') for the year ended 30 April 2025 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the effects of the matter described in the Basis for Opinion section of our report, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 April 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

As disclosed in Note 25, the Charity has entered into a litigation settlement agreement prior to the year end, giving rise to a legal obligation of £150,000 as at 30 April 2025. A repayment plan has been agreed requiring monthly instalments of £5,000. The Trustees have not recognised this obligation as a creditor at the reporting date and instead recognise instalment payments on a cash basis as expenditure when paid. In our opinion, this accounting treatment is not in accordance with FRS 102, which requires a liability to be recognised where a present legal obligation exists at the reporting date and settlement is probable and can be reliably measured.

Had the liability been recognised in full:

- Creditors would have increased by £150,000;
- Net assets would have decreased by £150,000; and
- The unrestricted fund deficit would have increased from £104,702 to £254,702. The omission of this liability materially overstates the Charity's financial position and unrestricted reserves as at the year end.

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 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 qualified opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 22 in the financial statements, which indicates that the Charity's unrestricted funds are in deficit by £104,703 at the reporting date. If the litigation liability described above were appropriately recognised, the unrestricted fund deficit would increase to £254,702.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2025

Furthermore, the charity unrestricted reserves have fallen below the required policy level, indicating a potential limitation in financial flexibility.

The Charity plans to outsource the operation of Suffah School that has generated recurring losses. The Trustees have prepared cash flow forecasts covering a period of at least twelve months from the date of approval of the financial statements. These forecasts include the agreed £5,000 monthly repayment of the litigation liability and assumptions regarding the proposed outsourcing of the School's operations to reduce future losses.

The forecasts indicate that the Charity will be able to meet its liabilities as they fall due, provided the planned outsourcing arrangements are successfully implemented and projected income levels are achieved.

These conditions indicate the existence of a material uncertainty which may cast significant doubt on the Charity's ability to continue as a going concern. Our opinion is qualified solely in respect of the non-recognition of the litigation liability and is not further modified in respect of this matter.

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

Emphasis of matter

We draw attention to Note 19 to the financial statements, which describes the Company's outstanding Social security and other taxes of £267,814 payable to HM Revenue & Customs as at 30 April 2025. Discussions are ongoing with HM Revenue & Customs regarding settlement of the liability, and management expects that a formal Time to pay arrangement will be agreed once the matter is concluded.

Our opinion is not modified in respect of this matter

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 trustee is responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2025

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

Responsibilities of the trustee

As explained more fully in the trustee's responsibilities statement, the trustee is 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 trustee determines 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or has 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.

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

We obtained an understanding of the legal and regulatory framework applicable to the Charity and the sector in which it operates. The principal laws and regulations considered include: The Charities Act 2011, The Charities (Accounts and Reports) Regulations 2008, Charities SORP under FRS 102, UK taxation legislation, Regulatory requirements and guidance issued by the Charity Commission, Safeguarding and education regulations-Ofsted, Employment legislation, health and safety regulation, Anti Money Laundering regulation, General Data Protection Regulation (GDPR),

We made enquiries of management and trustees as to their knowledge of actual, suspected or alleged fraud and non-compliance with laws and regulations. We also reviewed trustee meeting minutes and correspondence with regulators.

Identified Fraud Risk and Control Weakness

As part of our risk assessment, we identified a heightened risk of fraud in relation to income recognition and cash handling due to weaknesses in internal controls, including limited segregation of duties and insufficient independent review over certain income streams.

In response to this identified risk, we:

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2025

- Performed extended substantive testing over income, including detailed transaction testing and cut-off testing;
- Agreed a sample of income receipts to supporting documentation, bank statements and funding agreements;
- Tested journal entries, particularly those posted to income and expenditure accounts outside the normal course of operations;
- Reviewed unusual or significant transactions;
- Assessed whether accounting estimates and judgements indicated potential management bias;
- Evaluated compensating controls implemented by trustees during the year.

We communicated identified control weaknesses to those charged with governance in our management letter.

While our procedures were designed to respond to the assessed risks, the ability to detect irregularities is inherently limited, particularly where fraud may involve collusion, forgery, intentional omissions, misrepresentation, or override of internal controls.

Consideration of Going Concern and Fraud Risk

In light of the material uncertainty related to going concern described elsewhere in our report, we considered whether financial pressures on the Charity increased the risk of fraud or intentional misstatement.

Our procedures in this area included:

- Challenging management's cash flow forecasts and underlying assumptions;
- Performing sensitivity analysis on key income and expenditure assumptions;
- Reviewing post year-end management information and cash movements;
- Considering whether there was evidence of bias in the preparation of forecasts;
- Evaluating whether disclosures appropriately reflect the material uncertainty.

We considered whether the going concern uncertainty created incentives for management override of controls or inappropriate revenue recognition and tailored our procedures accordingly.

Because of the inherent limitations of an audit, there remains a risk that material misstatements arising from irregularities, including fraud, may not be detected, even though the audit is properly planned and performed in accordance with ISAs (UK).

The primary responsibility for the prevention and detection of fraud rests with the trustees and management, who are responsible for establishing and maintaining a sound system of internal control.

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2025

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

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

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.


Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

Date: 27 Feb 2026

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Activities

Year ended 30 April 2025

		2025			2024
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Income and endowments					
Donations and legacies	4	602,518	34,657	200,000	837,176
Charitable activities	5	308,329	461,441	–	769,770
Other trading activities	6	198,754	–	–	198,754
Other income	7	811	–	–	811
Total income		<u>1,110,412</u>	<u>496,098</u>	<u>200,000</u>	<u>1,806,511</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	8	29,515	–	–	29,515
Costs of other trading activities	9	166,269	–	–	166,269
Expenditure on charitable activities	10,11	808,553	743,599	–	1,552,153
Total expenditure		<u>1,004,337</u>	<u>743,599</u>	<u>–</u>	<u>1,747,937</u>
Net income		<u>106,075</u>	<u>(247,501)</u>	<u>200,000</u>	<u>58,574</u>
Transfers between funds		(376,733)	239,068	137,665	–
Net movement in funds		<u>(270,658)</u>	<u>(8,433)</u>	<u>337,665</u>	<u>21,316</u>
Reconciliation of funds					
Total funds brought forward		165,956	22,314	5,417,868	5,606,138
Total funds carried forward		<u>(104,702)</u>	<u>13,881</u>	<u>5,755,533</u>	<u>5,606,138</u>

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

The notes on pages 13 to 24 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Position

30 April 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible fixed assets	17	5,589,900	5,459,444
Current assets			
Debtors	18	329,984	249,991
Cash at bank and in hand		127,701	213,445
		<u>457,685</u>	<u>463,436</u>
Creditors: amounts falling due within one year	19	<u>372,874</u>	<u>306,742</u>
Net current assets		<u>84,811</u>	<u>156,694</u>
Total assets less current liabilities		5,674,711	5,616,138
Creditors: amounts falling due after more than one year	20	<u>10,000</u>	<u>10,000</u>
Net assets		<u>5,664,711</u>	<u>5,606,138</u>
Funds of the charity			
Endowment funds		5,755,533	5,417,868
Restricted funds		13,881	22,314
Unrestricted funds		(104,703)	165,956
Total charity funds	22	<u>5,664,711</u>	<u>5,606,138</u>

These financial statements were approved by the board of trustees and authorised for issue on 27/02/2026, and are signed on behalf of the board by:


S Rehman
General Secretary


R J Akhtar
Chairman

The notes on pages 13 to 24 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Cash Flows

Year ended 30 April 2025

	2025	2024
	£	£
Cash flows from operating activities		
Net income	58,574	21,316
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	11,600	13,860
Interest payable and similar charges	10,916	12,053
Accrued expenses/(income)	200	(2,400)
<i>Changes in:</i>		
Trade and other debtors	(79,993)	39,432
Trade and other creditors	65,932	(49,127)
Cash generated from operations	67,229	35,134
Interest paid	(10,916)	(12,053)
Net cash from operating activities	<u>56,313</u>	<u>23,081</u>
Cash flows from investing activities		
Purchase of tangible assets	(142,056)	(90,903)
Net cash used in investing activities	<u>(142,056)</u>	<u>(90,903)</u>
Net decrease in cash and cash equivalents	(85,743)	(67,822)
Cash and cash equivalents at beginning of year	213,445	281,267
Cash and cash equivalents at end of year	<u>127,701</u>	<u>213,445</u>

The notes on pages 13 to 24 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements

Year ended 30 April 2025

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 367 Wellington Road South, Hounslow, Middlesex, TW4 5HU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustee for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Impairment of fixed assets

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

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

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

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2025 £
Donations				
Donations	459,088	34,657	–	493,746
Gift Aid	143,430	–	–	143,430
Grants				
Grants receivable	–	–	200,000	200,000
	<u>602,518</u>	<u>34,657</u>	<u>200,000</u>	<u>837,176</u>
	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2024 £
Donations				
Donations	400,066	157,333	–	557,398
Gift Aid	109,500	–	–	109,500
Grants				
Grants receivable	100,000	–	–	100,000
	<u>609,566</u>	<u>157,333</u>	<u>–</u>	<u>766,898</u>

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Funeral Income	209,802	–	209,802
Deen School	98,527	–	98,527
Primary School	–	340,083	340,083
Grants-LBH	–	121,358	121,358
	<u>308,329</u>	<u>461,441</u>	<u>769,770</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Funeral Income	183,205	–	183,205
Deen School	85,426	–	85,426
Primary School	–	385,314	385,314
Grants-LBH	–	158,808	158,808
	<u>268,631</u>	<u>544,122</u>	<u>812,753</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

6. Other trading activities

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Sponsorships	1,070	1,070	4,060	4,060
Fundraising events	–	–	1,000	1,000
Hall Rentals	2,020	2,020	1,100	1,100
Catering	195,664	195,664	186,103	186,103
	<u>198,754</u>	<u>198,754</u>	<u>192,263</u>	<u>192,263</u>

7. Other income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Other income	<u>811</u>	<u>–</u>	<u>811</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Other income	<u>1,007</u>	<u>183</u>	<u>1,190</u>

8. Costs of raising donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Costs of raising donations and legacies - Donations	<u>29,515</u>	<u>–</u>	<u>29,515</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Costs of raising donations and legacies - Donations	<u>–</u>	<u>117,588</u>	<u>117,588</u>

9. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Costs of other trading activities	<u>166,269</u>	<u>166,269</u>	<u>183,592</u>	<u>183,592</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Suffah School	1	723,263	723,263
Deen School	348,087	–	348,087
Funerals	145,985	–	145,985
Support costs	314,480	20,336	334,818
	<u>808,553</u>	<u>743,599</u>	<u>1,552,153</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Suffah School	–	737,944	737,944
Deen School	292,659	–	292,659
Funerals	110,528	–	110,528
Support costs	308,132	1,346	309,477
	<u>711,319</u>	<u>739,290</u>	<u>1,450,608</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2025 £	Total fund 2024 £
Suffah School	723,263	–	723,263	737,944
Deen School	348,087	–	348,087	292,659
Funerals	145,985	–	145,985	110,528
Support costs	–	321,555	321,555	294,033
Governance costs	–	13,263	13,263	15,444
	<u>1,217,335</u>	<u>334,818</u>	<u>1,552,153</u>	<u>1,450,608</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

12. Analysis of support costs

	Suffah School £	Deen School £	Funeral £	Mosque £	Other trading activities £	Total 2025 £	Total 2024 £
Staff costs	–	–	–	74,862	–	74,862	82,289
Premises	57,897	4,370	7,647	71,454	6,555	147,923	118,303
General office	20,660	1,559	2,729	11,694	2,339	38,981	36,461
Finance costs	4,403	332	581	2,492	498	8,306	10,207
Governance costs	7,029	531	928	3,979	796	13,263	15,444
Depreciation	6,148	464	812	3,480	696	11,600	13,859
Direct cost and purchases	–	–	–	39,883	–	39,883	32,914
	<u>96,137</u>	<u>7,256</u>	<u>12,697</u>	<u>207,844</u>	<u>10,884</u>	<u>334,818</u>	<u>309,477</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

13. Net income

Net income is stated after charging/(crediting):

	2025	2024
	£	£
Depreciation of tangible fixed assets	11,600	13,860
Operating lease rentals	<u>92,229</u>	<u>84,009</u>

14. Auditors remuneration

	2025	2024
	£	£
Fees payable for the audit of the financial statements	<u>3,200</u>	<u>3,600</u>

15. Staff costs

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

	2025	2024
	£	£
Wages and salaries	770,210	723,464
Social security costs	79,784	43,981
Employer contributions to pension plans	<u>24,716</u>	<u>12,149</u>
	<u>874,710</u>	<u>779,594</u>

The average head count of employees during the year was 57 (2024: 56).

No employee received employee benefits of more than £60,000 during the year (2024: Nil).

16. Trustee remuneration and expenses

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

17. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 May 2024	5,417,868	421,813	70,692	5,910,373
Additions	137,665	4,391	–	142,056
At 30 April 2025	<u>5,555,533</u>	<u>426,204</u>	<u>70,692</u>	<u>6,052,429</u>
Depreciation				
At 1 May 2024	–	385,727	65,202	450,929
Charge for the year	–	10,000	1,600	11,600
At 30 April 2025	<u>–</u>	<u>395,727</u>	<u>66,802</u>	<u>462,529</u>
Carrying amount				
At 30 April 2025	<u>5,555,533</u>	<u>30,477</u>	<u>3,890</u>	<u>5,589,900</u>
At 30 April 2024	<u>5,417,868</u>	<u>36,086</u>	<u>5,490</u>	<u>5,459,444</u>

18. Debtors

	2025 £	2024 £
Trade debtors	200,000	100,000
Other debtors	129,984	149,991
	<u>329,984</u>	<u>249,991</u>

19. Creditors: amounts falling due within one year

	2025 £	2024 £
Accruals and deferred income	20,570	20,370
Social security and other taxes	267,814	170,529
Other creditors	84,490	115,843
	<u>372,874</u>	<u>306,742</u>

20. Creditors: amounts falling due after more than one year

	2025 £	2024 £
Other creditors	<u>10,000</u>	<u>10,000</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

21. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £24,716 (2024: £12,149).

22. Analysis of charitable funds

Unrestricted funds

	At 1 May 2024	Income £	Expenditure £	Transfers £	At 30 April 2025
General funds	<u>165,956</u>	<u>1,110,412</u>	<u>(1,004,337)</u>	<u>(376,734)</u>	<u>(104,703)</u>

	At 1 May 2023	Income £	Expenditure £	Transfers £	At 30 April 2024
General funds	<u>168,534</u>	<u>1,071,467</u>	<u>(894,911)</u>	<u>(179,134)</u>	<u>165,956</u>

Restricted funds

	At 1 May 2024	Income £	Expenditure £	Transfers £	At 30 April 2025
Restricted Fund	<u>22,314</u>	<u>496,098</u>	<u>(743,599)</u>	<u>239,068</u>	<u>13,881</u>

	At 1 May 2023	Income £	Expenditure £	Transfers £	At 30 April 2024
Restricted Fund	<u>89,323</u>	<u>701,638</u>	<u>(856,878)</u>	<u>88,231</u>	<u>22,314</u>

Endowment funds

	At 1 May 2024	Income £	Expenditure £	Transfers £	At 30 April 2025
Permanent Endowment Fund	<u>5,417,868</u>	<u>200,000</u>	<u>—</u>	<u>137,665</u>	<u>5,755,533</u>

	At 1 May 2023	Income £	Expenditure £	Transfers £	At 30 April 2024
Permanent Endowment Fund	<u>5,326,965</u>	<u>—</u>	<u>—</u>	<u>90,903</u>	<u>5,417,868</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2025

23. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2025 £
Tangible fixed assets	30,477	3,890	5,555,533	5,589,900
Current assets	247,694	9,991	200,000	457,685
Creditors less than 1 year	(372,874)	–	–	(372,874)
Creditors greater than 1 year	(10,000)	–	–	(10,000)
Net assets	<u>(104,703)</u>	<u>13,881</u>	<u>5,755,533</u>	<u>5,664,711</u>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2024 £
Tangible fixed assets	36,086	5,490	5,417,868	5,459,444
Current assets	446,611	16,825	–	463,436
Creditors less than 1 year	(306,742)	–	–	(306,742)
Creditors greater than 1 year	(10,000)	–	–	(10,000)
Net assets	<u>165,955</u>	<u>22,315</u>	<u>5,417,868</u>	<u>5,606,138</u>

24. Analysis of changes in net debt

	At 1 May 2024 £	Cash flows £	At 30 Apr 2025 £
Cash at bank and in hand	<u>213,445</u>	<u>(85,744)</u>	<u>127,701</u>

25. Contingencies

During the year, the Charity entered into a legally binding settlement agreement with BNP Paribas Leasing Solutions Limited. Under the terms of the agreement, the Charity is required to pay £150,000 in full and final settlement of the claim. The settlement is payable in 30 equal monthly instalments of £5,000, commencing on 3 March 2025 and continuing on the 3rd day of each month thereafter.

26. Post Balance Sheet Event

An ex-employee brought a claim against the charity at the Employment Tribunal prior to the year end. Subsequent to the reporting date, on 27 November 2025, a settlement was agreed for £36,623 payable by 31 January 2026. The trustees have assessed that no further material liabilities remain in respect of this matter.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

England & Wales - Charity number 264824

Accounts

CHARITY REGISTRATION NUMBER: 264824

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE
Financial Statements

30 April 2024

SALEEMI ASSOCIATES

Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Financial Statements

Year ended 30 April 2024

	Page
Trustee's annual report	1
Independent auditor's report to the members	4
Statement of financial activities	8
Statement of financial position	9
Statement of cash flows	10
Notes to the financial statements	11

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report

Year ended 30 April 2024

The trustee presents his report and the financial statements of the charity for the year ended 30 April 2024.

Reference and administrative details

Registered charity name HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Charity registration number 264824

Principal office 367 Wellington Road South
Hounslow
Middlesex
TW4 5HU

The trustee

R G Ali	Chairman
M Ajaib	Vice Chairman
S Rehman	General Secretary
Z Awan	Joint Secretary
M Rashad	Treasurer
N Akhtar	Joint Treasurer
J Akhter	
A Majid	
S Ali	
W Hussain	
T Masood	

Auditor Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2024

Structure, governance and management

The trust is an unincorporated trust and is a registered charity, number 264824. The trustees will be elected by the members of the masjid and serve for five years after which period they may put themselves forward for re-election. The constitution provides for a minimum of 6 trustees, to a maximum of 11 trustees. At the trustees' monthly meeting, the trustees agree the strategy and areas of activity for the Trust, including consideration of donation making, reserves and risk management policies and performance.

Objectives and activities

The fundamental belief of the Trust is LA ILAHA ILLALLAAH MUHAMMADUR RASULALLAH that there is no god but one God, ALLAH and Muhammed (peace be upon him) is His Prophet. The Trust's main objective is to advance Islam and in particular the Sunni Muslim faith. The trust within its core objectives provides a number of services for the community including educational, recreational, funeral, marriage and a particular focus on activities for the youth and our sister's.

Achievement and performance

2024 has seen us deliver even more than before. A new Youth only Friday prayer was introduced for the secondary school neighbouring the Mosque. This was in collaboration with the school to ensure a prompt return to lesson times – a problem that has been happening for many years. International guest continued to arrive and deliver beneficial programmes for the public, and seminars and workshops continued at pace. A series of youth focused events were organised allowing boys and girls from all over the country to engage and build bonds

We once again successfully delivered our daily Iftar service offering where we once again served 1000 people daily with free food – via a return to in house seating. We look to hold our annual Eid Mela extravaganza and charity football tournament in the second half of 2024.

Our educational classes have grown with lessons being held on site and online. The ladies reading club exclusively for sisters has grown and this has in turn led to another class for Arabic reading. Hugely successful kickboxing sessions have been continuing weekly for boys aged 12 and above, giving them the opportunity to enjoy an evening of fitness in a safe environment. The Mosque's social media presence is one of the most active of Mosques in the UK – the TikTok videos continue to provide knowledge and awareness to all with messages being sent in English, Arabic and Urdu

Financial review

The charity although has seen an increase in income, there has been a corresponding increase in expenditure mainly attributable to Suffah School salaries.

We have sought to gain regular donations with online standing orders through our website and have introduced a new park and fly service (where passengers travelling to perform the pilgrimage are able to park their vehicle in the Mosque's car park for a nominal fee) which helps bring in up to £2k a year

Our annual Eid festival held on site generates some much needed revenue in the summer and school fees have been raised in line with inflation and teacher wage increases. With innovative plans being worked on for the next year we hope to establish additional streams of income on a regular basis and will report accordingly

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2024

Reserve policy

The trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately two months of unrestricted charitable expenditure.

Risk and uncertainties

Charity has developed an approach to risk management that allows it respond to risks and adapt how it operates. At the time of this report, the extent of uncertainty in our operating environment has never been greater. A number of the uncertainties are inherent to the Charity and present both risks to be managed and opportunities to improve both what we do and how we deliver our service.

Trustee's responsibilities statement

The trustee is responsible for preparing the trustee's 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures 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 trustee is responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable him to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. He is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustee's annual report was approved on 25 February 2025 and signed on behalf of the board of trustees by:



Mr S Rehman
Trustee

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Year ended 30 April 2024

Opinion

We have audited the financial statements of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE (the 'charity') for the year ended 30 April 2024 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 April 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2024

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 trustee is responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

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

Responsibilities of the trustee

As explained more fully in the trustee's responsibilities statement, the trustee is 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 trustee determines 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2024

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charity operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Charities Act 2011 with the Charities SORP (FRS 102), UK tax legislation, pensions legislation, Anti Money Laundering regulation, General Data Protection Regulation (GDPR), Anti-fraud, bribery and corruption legislation, Taxation legislation and Employment legislation and health and safety regulation. We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charity to operate or to avoid a material penalty. We evaluated the trustees' and managements' incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principle risk were related to manual journal entries to manipulate financial performance, management bias through judgements and assumptions is significant accounting estimates, in particular in relation to use of restricted funds, and significant one off or unusual transactions.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of grant, voluntary income and school fee, recognition of grant expenditure and the override of controls by management.

Our audit procedures to respond to these risks included enquiries of management, including senior management and internal accountant about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, detailed reviews of a sample of

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2024


funding agreements for income and grant expenditure and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.


Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

Date: 26 February 2025

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Activities

Year ended 30 April 2024

		2024			2023
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Income and endowments					
Donations and legacies	4	609,566	157,333	–	766,898
Charitable activities	5	268,631	544,122	–	812,753
Other trading activities	6	192,263	–	–	192,263
Other income	7	1,007	183	–	1,190
Total income		<u>1,071,467</u>	<u>701,638</u>	<u>–</u>	<u>1,773,104</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	8	–	117,588	–	117,588
Costs of other trading activities	9	183,592	–	–	183,592
Expenditure on charitable activities	10,11	711,319	739,290	–	1,450,608
Total expenditure		<u>894,911</u>	<u>856,878</u>	<u>–</u>	<u>1,751,788</u>
Net income		<u>176,556</u>	<u>(155,240)</u>	<u>–</u>	<u>21,316</u>
Transfers between funds		(179,134)	88,231	90,903	–
Net movement in funds		<u>(2,578)</u>	<u>(67,009)</u>	<u>90,903</u>	<u>21,316</u>
Reconciliation of funds					
Total funds brought forward		168,534	89,323	5,326,965	5,584,822
Total funds carried forward		<u>165,956</u>	<u>22,314</u>	<u>5,417,868</u>	<u>5,606,138</u>

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

The notes on pages 11 to 22 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Position

30 April 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible fixed assets	17	5,459,444	5,382,401
Current assets			
Debtors	18	249,991	289,423
Cash at bank and in hand		213,445	281,267
		<u>463,436</u>	<u>570,690</u>
Creditors: amounts falling due within one year	19	306,742	358,269
Net current assets		<u>156,694</u>	<u>212,421</u>
Total assets less current liabilities		<u>5,616,138</u>	<u>5,594,822</u>
Creditors: amounts falling due after more than one year	20	10,000	10,000
Net assets		<u>5,606,138</u>	<u>5,584,822</u>
Funds of the charity			
Endowment funds		5,417,868	5,326,965
Restricted funds		22,314	89,322
Unrestricted funds		165,956	168,534
Total charity funds	22	<u>5,606,138</u>	<u>5,584,821</u>

These financial statements were approved by the board of trustees and authorised for issue on 25 February 2025, and are signed on behalf of the board by:



Shafiq Rehman
General Secretary



R G Ali
Chairman

The notes on pages 11 to 22 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Cash Flows

Year ended 30 April 2024

	2024	2023
	£	£
Cash flows from operating activities		
Net income	21,316	166,498
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	13,860	18,478
Interest payable and similar charges	12,053	7,612
Accrued (income)/expenses	(2,400)	600
<i>Changes in:</i>		
Trade and other debtors	39,432	(146,640)
Trade and other creditors	(49,127)	51,618
Cash generated from operations	35,134	98,166
Interest paid	(12,053)	(7,612)
Net cash from operating activities	<u>23,081</u>	<u>90,554</u>
Cash flows from investing activities		
Purchase of tangible assets	(90,903)	(91,192)
Net cash used in investing activities	<u>(90,903)</u>	<u>(91,192)</u>
Net decrease in cash and cash equivalents	(67,822)	(638)
Cash and cash equivalents at beginning of year	281,267	281,905
Cash and cash equivalents at end of year	<u>213,445</u>	<u>281,267</u>

The notes on pages 11 to 22 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements

Year ended 30 April 2024

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 367 Wellington Road South, Hounslow, Middlesex, TW4 5HU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustee for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Plant and machinery	- 25% reducing balance
Motor vehicles	- 25% reducing balance

Impairment of fixed assets

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

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

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

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Donations			
Donations	400,066	157,333	557,398
Gift Aid	109,500	–	109,500

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

4. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Grants			
Grants receivable	100,000	–	100,000
	<u>609,566</u>	<u>157,333</u>	<u>766,898</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations			
Donations	338,089	198,613	536,702
Gift Aid	146,640	–	146,640
Grants			
Grants receivable	30,500	–	30,500
	<u>515,229</u>	<u>198,613</u>	<u>713,842</u>

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Funeral Income	183,205	–	183,205
Deen School	85,426	–	85,426
Primary School	–	385,314	385,314
Grants-LBH	–	158,808	158,808
	<u>268,631</u>	<u>544,122</u>	<u>812,753</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Funeral Income	143,904	–	143,904
Deen School	72,567	–	72,567
Primary School	–	451,589	451,589
Grants-LBH	–	46,856	46,856
	<u>216,471</u>	<u>498,445</u>	<u>714,916</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

6. Other trading activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Sponsorships	4,060	4,060	3,210	3,210
Fundraising events	1,000	1,000	3,808	3,808
Hall Rentals	1,100	1,100	590	590
Catering	186,103	186,103	152,859	152,859
	<u>192,263</u>	<u>192,263</u>	<u>160,467</u>	<u>160,467</u>

7. Other income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Other income	<u>1,007</u>	<u>183</u>	<u>1,190</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Other income	<u>1,608</u>	<u>—</u>	<u>1,608</u>

8. Costs of raising donations and legacies

	Restricted Funds £	Total Funds 2024 £	Restricted Funds £	Total Funds 2023 £
Costs of raising donations and legacies - Donations	<u>117,588</u>	<u>117,588</u>	<u>71,685</u>	<u>71,685</u>

9. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Costs of other trading activities	<u>183,592</u>	<u>183,592</u>	<u>140,580</u>	<u>140,580</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Suffah School	–	737,944	737,944
Deen School	292,659	–	292,659
Funerals	110,528	–	110,528
Support costs	308,132	1,346	309,477
	<u>711,319</u>	<u>739,290</u>	<u>1,450,608</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Suffah School	–	626,564	626,564
Deen School	207,297	–	207,297
Funerals	80,455	–	80,455
Support costs	297,755	–	297,754
	<u>585,507</u>	<u>626,564</u>	<u>1,212,070</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2024 £	Total fund 2023 £
Suffah School	737,944	–	737,944	626,564
Deen School	292,659	–	292,659	207,297
Funerals	110,528	–	110,528	80,455
Support costs	–	294,033	294,033	268,272
Governance costs	–	15,444	15,444	29,482
	<u>1,141,131</u>	<u>309,477</u>	<u>1,450,608</u>	<u>1,212,070</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements (continued)

Year ended 30 April 2024

12. Analysis of support costs

	Suffah school £	Deen school £	Funeral £	Mosque £	Other trading activities £	Total 2024 £	Total 2023 £
Staff costs	51,700	3,902	6,828	82,290	—	82,290	86,691
Premises	19,325	1,458	2,552	50020	5853	118,303	126,374
General office	5,410	408	714	10,938	2,188	36,461	47,594
Finance costs	8,186	618	1,081	3,062	613	10,207	7,612
Governance costs	7,345	554	970	4,633	926	15,444	29,483
Depreciation	—	—	—	4,158	832	13,859	—
Direct cost and purchases	—	—	—	32,914	—	32,914	—
	<u>91,966</u>	<u>6,940</u>	<u>12,145</u>	<u>188,014</u>	<u>10,412</u>	<u>309,477</u>	<u>297,754</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

13. Net income

Net income is stated after charging/(crediting):

	2024	2023
	£	£
Depreciation of tangible fixed assets	13,860	18,478
Operating lease rentals	84,009	22,670

14. Auditors remuneration

	2024	2023
	£	£
Fees payable for the audit of the financial statements	3,600	3,600

15. Staff costs

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

	2024	2023
	£	£
Wages and salaries	723,464	738,861
Social security costs	43,981	42,173
Employer contributions to pension plans	12,149	1,170
	779,594	782,204

The average head count of employees during the year was 56 (2023: 57).

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

16. Trustee remuneration and expenses

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

17. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 May 2023	5,326,965	421,813	70,692	5,819,470
Additions	90,903	–	–	90,903
At 30 April 2024	<u>5,417,868</u>	<u>421,813</u>	<u>70,692</u>	<u>5,910,373</u>
Depreciation				
At 1 May 2023	–	373,698	63,371	437,069
Charge for the year	–	12,029	1,831	13,860
At 30 April 2024	<u>–</u>	<u>385,727</u>	<u>65,202</u>	<u>450,929</u>
Carrying amount				
At 30 April 2024	<u>5,417,868</u>	<u>36,086</u>	<u>5,490</u>	<u>5,459,444</u>
At 30 April 2023	<u>5,326,965</u>	<u>48,115</u>	<u>7,321</u>	<u>5,382,401</u>

18. Debtors

	2024 £	2023 £
Trade debtors	100,000	–
Other debtors	149,991	289,423
	<u>249,991</u>	<u>289,423</u>

19. Creditors: amounts falling due within one year

	2024 £	2023 £
Accruals and deferred income	20,370	22,770
Social security and other taxes	170,529	144,659
Other creditors	115,843	190,840
	<u>306,742</u>	<u>358,269</u>

20. Creditors: amounts falling due after more than one year

	2024 £	2023 £
Other creditors	<u>10,000</u>	<u>10,000</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

21. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £12,149 (2023: £1,170).

22. Analysis of charitable funds

Unrestricted funds

	At 1 May 2023	Income	Expenditure	Transfers	At 30 April 2024
	£	£	£	£	£
General funds	168,534	1,071,467	(894,911)	(179,134)	165,956

	At 1 May 2022	Income	Expenditure	Transfers	At 30 April 2023
	£	£	£	£	£
General funds	5,327,811	893,775	(726,087)	(5,326,965)	168,534

Restricted funds

	At 1 May 2023	Income	Expenditure	Transfers	At 30 April 2024
	£	£	£	£	£
Restricted Fund	89,323	701,638	(856,878)	88,231	22,314

	At 1 May 2022	Income	Expenditure	Transfers	At 30 April 2023
	£	£	£	£	£
Restricted Fund	90,513	697,058	(698,249)	—	89,322

Endowment funds

	At 1 May 2023	Income	Expenditure	Transfers	At 30 April 2024
	£	£	£	£	£
Permanent Endowment Fund	5,326,965	—	—	90,903	5,417,868

	At 1 May 2022	Income	Expenditure	Transfers	At 30 April 2023
	£	£	£	£	£
Permanent Endowment Fund	—	—	—	5,326,965	5,326,965

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2024

23. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2024 £
Tangible fixed assets	36,086	5,490	5,417,868	5,459,444
Current assets	446,611	16,825	–	463,436
Creditors less than 1 year	(306,742)	–	–	(306,742)
Creditors greater than 1 year	(10,000)	–	–	(10,000)
Net assets	<u>165,955</u>	<u>22,315</u>	<u>5,417,868</u>	<u>5,606,138</u>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2023 £
Tangible fixed assets	–	7,321	5,375,080	5,382,401
Current assets	488,689	82,001	–	570,690
Creditors less than 1 year	(358,269)	–	–	(358,269)
Creditors greater than 1 year	(10,000)	–	–	(10,000)
Net assets	<u>120,420</u>	<u>89,322</u>	<u>5,375,080</u>	<u>5,584,822</u>

24. Analysis of changes in net debt

	At 1 May 2023 £	Cash flows £	At 30 Apr 2024 £
Cash at bank and in hand	<u>281,267</u>	<u>(67,822)</u>	<u>213,445</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

England & Wales - Charity number 264824

Accounts

CHARITY REGISTRATION NUMBER: 264824

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE
Financial Statements
30 April 2023

SALEEMI ASSOCIATES
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Financial Statements

Year ended 30 April 2023

	Page
Trustee's annual report	1
Independent auditor's report to the members	4
Statement of financial activities	8
Statement of financial position	9
Statement of cash flows	10
Notes to the financial statements	11

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2023

The trustee presents his report and the financial statements of the charity for the year ended 30 April 2023.

Reference and administrative details

Registered charity name HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE
Charity registration number 264824

Principal office 367 Wellington Road South
Hounslow
Middlesex
TW4 5HU

The trustee

R G Ali	Chairman
M Ajaib	Vice Chairman
S Rehman	General Secretary
Z Awan	Joint Secretary
M Rashad	Treasurer
N Akhtar	Joint Treasurer
J Akhter	
A Majid	
S Ali	
W Hussain	
T Masood	

Auditor

Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2023

Structure, governance and management

The trust is an unincorporated trust and is a registered charity, number 264824. The trustees will be elected by the members of the masjid and serve for five years after which period they may put themselves forward for re-election. The constitution provides for a minimum of 6 trustees, to a maximum of 11 trustees. At the trustees' monthly meeting, the trustees agree the strategy and areas of activity for the Trust, including consideration of donation making, reserves and risk management policies and performance.

Objectives and activities

The fundamental belief of the Trust is LA ILAHA ILLALLAAH MUHAMMADUR RASULALLAH that there is no god but one God, ALLAH and Muhammed (peace be upon him) is His Prophet. The Trust's main objective is to advance Islam and in particular the Sunni Muslim faith. The trust within its core objectives provides a number of services for the community including educational, recreational, funeral, marriage and a particular focus on activities for the youth and our sister's.

Achievement and performance

The last year has seen the Mosque return to its previous years of steady operations and community service. We have been able to secure partnerships with the local police, care homes and prisons allowing for training and workshops to be held both within our premises and at the respective organisation's. Over 20 school visits took place over the year where 300 plus children were introduced to the Mosque and its important role in Hounslow. Our youth division have hosted a charity cricket tournament, an external charity football tournament.

We have successfully delivered an Eid Mela extravaganza in our car park with funfair rides and stalls. Not forgetting our Ramadan service offering where we once again served 1000 people daily with free food – via drive through collection. Our annual street Iftar returned also at The Bell Square in Hounslow showcasing our charitable work.

Our educational classes have grown with lessons being held on site and online and we have introduced a ladies reading club exclusively for sisters to come, read and discuss a book. Hugely successful kickboxing sessions have been running weekly for boys aged 12 and above, giving them the opportunity to enjoy an evening of fitness in a safe environment. The Mosque's social media presence is one of the most active of Mosques in the UK – the TikTok launch has proven hugely popular with the youngsters enjoying the messages being sent

Financial review

The Charity has seen a steady rise in activity and funds with attendance levels reaching pre-pandemic levels. With the increase in electronic transactions we have installed several donation machines in the building allowing visitors to donate easily. We have sought to gain regular donations with online standing orders through our website and have introduced a new park and fly service (where passengers travelling to perform the pilgrimage are able to park their vehicle in the Mosque's car park for a nominal fee) which helps bring in up to £2k a year

Our annual Eid festival held on site generates some much needed revenue in the summer and school fees have been raised in line with inflation and teacher wage increases. With innovative plans being worked on for the next year we hope to establish additional streams of income on a regular basis and will report accordingly

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2023

Reserve policy

The Trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately two months of unrestricted charitable expenditure.

Risk and uncertainties

Charity has developed an approach to risk management that allows it respond to risks and adapt how it operates. At the time of this report, the extent of uncertainty in our operating environment has never been greater. A number of the uncertainties are inherent to the Charity and present both risks to be managed and opportunities to improve both what we do and how we deliver our service.

Trustee's responsibilities statement

The trustee is responsible for preparing the trustee's 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures 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 trustee is responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable him to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. He is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustee's annual report was approved on 10th Nov 2023 and signed on behalf of the board of trustees by:



Shafiq Rehman
General Secretary

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Year ended 30 April 2023

Opinion

We have audited the financial statements of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE (the 'charity') for the year ended 30 April 2023 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 April 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2023

Other information

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

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

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

Responsibilities of the trustee

As explained more fully in the trustee's responsibilities statement, the trustee is 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 trustee determines 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2023

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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charity operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Charities Act 2011 with the Charities SORP (FRS 102), UK tax legislation, pensions legislation, Anti Money Laundering regulation, General Data Protection Regulation (GDPR), Anti-fraud, bribery and corruption legislation, Taxation legislation and Employment legislation and health and safety regulation. We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charity to operate or to avoid a material penalty. We evaluated the trustees' and managements' incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principle risk were related to manual journal entries to manipulate financial performance, management bias through judgements and assumptions is significant accounting estimates, in particular in relation to use of restricted funds, and significant one off or unusual transactions.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of grant, voluntary income and school fee, recognition of grant expenditure and the override of controls by management.

Our audit procedures to respond to these risks included enquiries of management, including senior management and internal accountant about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, detailed reviews of a sample of funding agreements for income and grant expenditure and reading minutes of meetings of those charged with governance.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2023

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.


Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon
Surrey
CR0 8EA

Date: 10th November 2023

Saleemi Associates is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Activities

Year ended 30 April 2023

	Note	Unrestricted funds £	2023 Restricted funds £	Total funds £	2022 Total funds £
Income and endowments					
Donations and legacies	4	515,229	198,613	713,842	573,929
Charitable activities	5	216,471	498,445	714,916	770,744
Other trading activities	6	160,467	—	160,467	125,169
Other income	7	1,608	—	1,608	6,339
Total income		893,775	697,058	1,590,833	1,476,181
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	8	—	71,685	71,685	113,103
Costs of other trading activities	9	140,580	—	140,580	158,726
Expenditure on charitable activities	10,11	585,507	626,564	1,212,070	1,178,933
Total expenditure		726,087	698,249	1,424,335	1,450,762
Net income and net movement in funds		167,688	(1,191)	166,498	25,419
Reconciliation of funds					
Total funds brought forward		5,327,811	90,513	5,418,324	5,392,905
Total funds carried forward		5,495,499	89,322	5,584,821	5,418,325

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

The notes on pages 11 to 22 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Position

30 April 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	17	5,382,401	5,309,687
Current assets			
Debtors	18	289,423	142,783
Cash at bank and in hand		<u>281,267</u>	<u>281,905</u>
		570,690	424,688
Creditors: amounts falling due within one year	19	<u>358,269</u>	<u>306,051</u>
Net current assets		<u>212,421</u>	<u>118,637</u>
Total assets less current liabilities		5,594,822	5,428,324
Creditors: amounts falling due after more than one year	20	<u>10,000</u>	<u>10,000</u>
Net assets		<u>5,584,822</u>	<u>5,418,324</u>
Funds of the charity			
Restricted funds		89,322	75,001
Unrestricted funds		<u>5,495,499</u>	<u>5,343,324</u>
Total charity funds	23	<u>5,584,821</u>	<u>5,418,325</u>

These financial statements were approved by the board of trustees and authorised for issue on 18/11/23....., and are signed on behalf of the board by:


Mr Shafiq Rehman
General Secretary

R G Ali
Chairman



The notes on pages 11 to 22 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Cash Flows

Year ended 30 April 2023

	2023	2022
	£	£
Cash flows from operating activities		
Net income	166,498	25,419
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	18,478	24,356
Government grant income	—	(40,513)
Interest payable and similar charges	7,612	7,042
Accrued expenses	600	3,000
<i>Changes in:</i>		
Trade and other debtors	(146,640)	84,922
Trade and other creditors	51,618	73,996
Cash generated from operations	<u>98,166</u>	<u>178,222</u>
Interest paid	<u>(7,612)</u>	<u>(7,042)</u>
Net cash from operating activities	<u>90,554</u>	<u>171,180</u>
Cash flows from investing activities		
Purchase of tangible assets	<u>(91,192)</u>	<u>(47,444)</u>
Net cash used in investing activities	<u>(91,192)</u>	<u>(47,444)</u>
Cash flows from financing activities		
Government grant income	—	40,513
Net cash from financing activities	<u>—</u>	<u>40,513</u>
Net (decrease)/increase in cash and cash equivalents	(638)	164,249
Cash and cash equivalents at beginning of year	281,905	117,656
Cash and cash equivalents at end of year	<u>281,267</u>	<u>281,905</u>

The notes on pages 11 to 22 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements

Year ended 30 April 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 367 Wellington Road South, Hounslow, Middlesex, TW4 5HU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustee for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Impairment of fixed assets

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

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

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

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

3. Accounting policies *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations			
Donations	338,089	198,613	536,702
Gift Aid	146,640	—	146,640
Grants			
Grants receivable	30,500	—	30,500
Government grant income	—	—	—
	<u>515,229</u>	<u>198,613</u>	<u>713,842</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	271,315	119,318	390,633
Gift Aid	142,783	—	142,783
Grants			
Grants receivable	—	—	—
Government grant income	40,513	—	40,513
	<u>454,611</u>	<u>119,318</u>	<u>573,929</u>

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Funeral Income	143,904	—	143,904
Deen School	72,567	—	72,567
Primary School	—	451,589	451,589
Grants-LBH	—	46,856	46,856
	<u>216,471</u>	<u>498,445</u>	<u>714,916</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

5. Charitable activities *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Funeral Income	64,094	—	64,094
Deen School	51,571	—	51,571
Primary School	—	494,678	494,678
Grants-LBH	—	160,401	160,401
	<u>115,665</u>	<u>655,079</u>	<u>770,744</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Sponsorships	3,210	3,210	2,560	2,560
Fundraising events	3,808	3,808	58	58
Hall Rentals	590	590	300	300
Catering	152,859	152,859	122,251	122,251
	<u>160,467</u>	<u>160,467</u>	<u>125,169</u>	<u>125,169</u>

7. Other income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Other income	1,608	1,608	6,339	6,339

8. Costs of raising donations and legacies

	Restricted Funds £	Total Funds 2023 £	Restricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Donations	71,685	71,685	113,103	113,103

9. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of other trading activities	140,580	140,580	158,726	158,726

HOUNSLOW JAMI'A MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements (continued)

Year ended 30 April 2023

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Suffah School	—	626,564	626,564
Deen School	207,297	—	207,297
Funerals	80,455	—	80,455
Support costs	297,755	—	297,754
	<u>585,507</u>	<u>626,564</u>	<u>1,212,070</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Suffah School	—	674,214	674,214
Deen School	192,249	—	192,249
Funerals	46,156	—	46,156
Support costs	263,721	2,592	266,314
	<u>502,126</u>	<u>676,806</u>	<u>1,178,933</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Suffah School	626,564	—	626,564	674,214
Deen School	207,297	—	207,297	192,249
Funerals	80,455	—	80,455	46,156
Support costs	—	268,272	268,272	255,894
Governance costs	—	29,482	29,482	10,420
	<u>914,316</u>	<u>297,754</u>	<u>1,212,070</u>	<u>1,178,933</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements (continued)

Year ended 30 April 2023

12. Analysis of support costs

	Suffah School £	Deen School £	Funeral £	Mosque £	Other trading activities £	Total 2023 £	Total 2022 £
Staff costs	66,979	5,055	8,846	86,691	7,582	126,374	98,669
Premises	25,224	1,904	3,332	14,278	2,856	47,594	54,326
General office	4,034	304	533	2,284	457	7,612	7,042
Human resources	15,626	1,179	2,064	8,845	1,769	29,483	10,420
Finance costs	—	—	—	—	—	—	5,000
Governance costs	—	—	—	—	—	—	—
Leasing cost	111,863	8,442	14,775	150,010	12,664	297,754	266,294

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

13. Net income

Net income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	18,478	24,356
Operating lease rentals	22,670	66,612

14. Auditors remuneration

	2023	2022
	£	£
Fees payable for the audit of the financial statements	3,600	3,000

15. Staff costs

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

	2023	2022
	£	£
Wages and salaries	738,861	718,001
Social security costs	42,173	45,052
Employer contributions to pension plans	1,170	(12,280)
	<u>782,204</u>	<u>750,773</u>

The average head count of employees during the year was 57 (2022: 56).

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

16. Trustee remuneration and expenses

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements (continued)

Year ended 30 April 2023

17. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 May 2022	5,236,623	420,963	70,692	5,728,278
Additions	90,342	850	–	91,192
At 30 April 2023	<u>5,326,965</u>	<u>421,813</u>	<u>70,692</u>	<u>5,819,470</u>
Depreciation				
At 1 May 2022	–	357,660	60,931	418,591
Charge for the year	–	16,038	2,440	18,478
At 30 April 2023	<u>–</u>	<u>373,698</u>	<u>63,371</u>	<u>437,069</u>
Carrying amount				
At 30 April 2023	<u>5,326,965</u>	<u>48,115</u>	<u>7,321</u>	<u>5,382,401</u>
At 30 April 2022	<u>5,236,623</u>	<u>63,303</u>	<u>9,761</u>	<u>5,309,687</u>

18. Debtors

	2023 £	2022 £
Other debtors	<u>289,423</u>	<u>142,783</u>

19. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	22,770	22,170
Social security and other taxes	144,659	125,417
Other creditors	190,840	158,464
	<u>358,269</u>	<u>306,051</u>

20. Creditors: amounts falling due after more than one year

	2023 £	2022 £
Other creditors	<u>10,000</u>	<u>10,000</u>

21. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,170 (2022: £(12,280)).

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2023

22. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2023	2022
	£	£
Recognised in income from donations and legacies:		
Government grants income	—	40,513

23. Analysis of charitable funds

Unrestricted funds

	At 1 May 2022	Income £	Expenditure £	At 30 April 2023
General funds	£ 5,327,811	£ 893,775	£ (726,087)	£ 5,495,499

	At 1 May 2021	Income £	Expenditure £	At 30 April 2022
General funds	£ 5,302,392	£ 701,784	£ (660,852)	£ 5,343,324

Restricted funds

	At 1 May 2022	Income £	Expenditure £	At 30 April 2023
Restricted Fund	£ 90,513	£ 697,058	£ (698,249)	£ 89,322

	At 1 May 2021	Income £	Expenditure £	At 30 April 2022
Restricted Fund	£ 90,513	£ 774,397	£ (789,909)	£ 75,001

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Detailed Statement of Financial Activities *(continued)*

Year ended 30 April 2023

	2023 £	2022 £
Brought forward	207,174	164,726

24. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	5,375,080	7,321	5,382,401
Current assets	488,689	82,001	570,690
Creditors less than 1 year	(358,269)	-	(358,269)
Creditors greater than 1 year	(10,000)	-	(10,000)
Net assets	<u>5,495,500</u>	<u>89,322</u>	<u>5,584,822</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	5,299,926	9,761	5,309,687
Current assets	359,448	65,240	424,688
Creditors less than 1 year	(306,051)	-	(306,051)
Creditors greater than 1 year	(10,000)	-	(10,000)
Net assets	<u>5,343,323</u>	<u>75,001</u>	<u>5,418,324</u>

25. Analysis of changes in net debt

	At 1 May 2022 £	Cash flows £	At 30 Apr 2023 £
Cash at bank and in hand	<u>281,905</u>	<u>(638)</u>	<u>281,267</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

England & Wales - Charity number 264824

Accounts

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Financial Statements

30 April 2022

DRAFT ACCOUNTS

SALEEMI ASSOCIATES

Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Financial Statements

Year ended 30 April 2022

	Page
Trustee's annual report	1
Independent auditor's report to the members	5
Statement of financial activities	9
Statement of financial position	10
Statement of cash flows	11
Notes to the financial statements	12

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2022

The trustee presents his report and the financial statements of the charity for the year ended 30 April 2022.

Reference and administrative details

Registered charity name HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Charity registration number 264824

Principal office

367 Wellington Road South
Hounslow
Middlesex
TW4 5HU

The trustee

R G Ali	Chairman
M Ajaib	Vice Chairman
S Rehman	General Secretary
Z Awan	Joint Secretary
M Rashad	Treasurer
N Akhtar	Joint Treasurer
J Akhter	
A Majid	
S Ali	
W Hussain	
T Masood	

Auditor

Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2022

Structure, governance and management

The trust is an unincorporated trust and is a registered charity, number 264824. The trustees will be elected by the members of the masjid and serve for five years after which period they may put themselves forward for re-election. The constitution provides for a minimum of 6 trustees, to a maximum of 11 trustees. At the trustees' monthly meeting, the trustees agree the strategy and areas of activity for the Trust, including consideration of donation making, reserves and risk management policies and performance.

Objectives and activities

The fundamental belief of the Trust is LA ILAHA ILLALLAAH MUHAMMADUR RASULALLAH that there is no god but one God, ALLAH and Muhammed (peace be upon him) is His Prophet. The Trust's main objective is to advance Islam and in particular the Sunni Muslim faith. The trust within its core objectives provides a number of services for the community including educational, recreational, funeral, marriage and a particular focus on activities for the youth and our sister's.

Achievement and performance

The last year has seen the Mosque return to its previous years of steady operations and community service. We have been able to secure partnerships with the local police, care homes and prisons allowing for training and workshops to be held both within our premises and at the respective organisation's. Over 20 school visits took place over the year where 300 plus children were introduced to the Mosque and its important role in Hounslow. Our youth division have hosted a charity cricket tournament, an external charity football tournament.

We have successfully delivered an Eid Mela extravaganza in our car park with funfair rides and stalls. Not forgetting our Ramadan service offering where we once again served 1000 people daily with free food – via drive through collection. Our annual street Iftar returned also at The Bell Square in Hounslow showcasing our charitable work.

Our educational classes have grown with lessons being held on site and online and we have introduced a ladies reading club exclusively for sisters to come, read and discuss a book. Hugely successful kickboxing sessions have been running weekly for boys aged 12 and above, giving them the opportunity to enjoy an evening of fitness in a safe environment. The Mosque's social media presence is one of the most active of Mosques in the UK – the TikTok launch has proven hugely popular with the youngsters enjoying the messages being sent

Financial review

In the face of rising security and overhead costs, the Charity has strived to again keep costs as low as possible without compromising our quality of service. The extension project has continued albeit at a slower pace due to funding issues. The impact of Covid was evident in the year as the closure of the centre, meant donations were not forthcoming. We have slowly started to rebuild but it has been a difficult period. With Ramadan approaching we hope that people will be able to support as they have done so in the past at pre-pandemic levels. We hope to generate an extra £2k a week in this month, as this is traditionally a month where people give more. Since the end of the pandemic donations and school fee income has increased substantially. We have been looking at different ways our donors can support the Mosque financially. We do have options for standing orders and monthly direct debits and have been appealing for generous permanent donations rather than Qard-e-Hasana (loan repaid over time). Our website does bring in minimal income with donation options to support the Mosque.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2022

Reserve policy

The free reserves in unrestricted fund is below the required level by our reserve policy which is equates to approximately one month of unrestricted charitable expenditure, equivalent to £50,000. However the trustee intend to increase the reserves as follows:

Ramadan £80,000

Gift aid £142,783

Fundraising activities £300,000

Risk and uncertainties

Charity has developed an approach to risk management that allows it respond to risks and adapt how it operates. At the time of this report, the extent of uncertainty in our operating environment has never been greater. A number of the uncertainties are inherent to the Charity and present both risks to be managed and opportunities to improve both what we do and how we deliver our service.

Trustee's responsibilities statement

The trustee is responsible for preparing the trustee's 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures 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 trustee is responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable him to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. He is 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.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2022

The trustee's annual report was approved on and signed on behalf of the board of trustees by:

Shafiq Rehman
General Secretary

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Year ended 30 April 2022

Opinion

We have audited the financial statements of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE (the 'charity') for the year ended 30 April 2022 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 April 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2022

Other information

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

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

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

Responsibilities of the trustee

As explained more fully in the trustee's responsibilities statement, the trustee is 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 trustee determines 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2022

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charity operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Charities Act 2011 with the Charities SORP (FRS 102), UK tax legislation, pensions legislation, Anti Money Laundering regulation, General Data Protection Regulation (GDPR), Anti-fraud, bribery and corruption legislation, Taxation legislation and Employment legislation and health and safety regulation. We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charity to operate or to avoid a material penalty. We evaluated the trustees' and managements' incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principle risk were related to manual journal entries to manipulate financial performance, management bias through judgements and assumptions is significant accounting estimates, in particular in relation to use of restricted funds, and significant one off or unusual transactions.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of grant, voluntary income and school fee, recognition of grant expenditure and the override of controls by management.

Our audit procedures to respond to these risks included enquiries of management, including senior management and internal accountant about their own identification and assessment of the risks of

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2022

irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission, detailed reviews of a sample of funding agreements for income and grant expenditure and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Activities

Year ended 30 April 2022

		Unrestricted funds	2022 Restricted funds	Total funds	2021 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	454,611	119,318	573,929	347,636
Charitable activities	5	115,665	655,079	770,744	716,710
Other trading activities	6	125,169	–	125,169	59,565
Other income	7	6,339	–	6,339	7,028
Total income		<u>701,784</u>	<u>774,397</u>	<u>1,476,181</u>	<u>1,130,939</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	8	–	113,103	113,103	32,360
Costs of other trading activities	9	158,726	–	158,726	69,464
Expenditure on charitable activities	10,11	502,126	676,806	1,178,933	1,092,233
Total expenditure		<u>660,852</u>	<u>789,909</u>	<u>1,450,762</u>	<u>1,194,057</u>
Net income/(expenditure) and net movement in funds					
		<u>40,932</u>	<u>(15,512)</u>	<u>25,419</u>	<u>(63,118)</u>
Reconciliation of funds					
Total funds brought forward		5,302,392	90,513	5,392,905	5,456,023
Total funds carried forward		<u>5,343,324</u>	<u>75,001</u>	<u>5,418,325</u>	<u>5,392,905</u>

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

The notes on pages 12 to 23 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Position

30 April 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	17	5,309,687	5,286,599
Current assets			
Debtors	18	142,783	227,705
Cash at bank and in hand		281,905	117,657
		<u>424,688</u>	<u>345,362</u>
Creditors: amounts falling due within one year	20	306,051	229,056
Net current assets		<u>118,637</u>	<u>116,306</u>
Total assets less current liabilities		5,428,324	5,402,905
Creditors: amounts falling due after more than one year	21	10,000	10,000
Net assets		<u>5,418,324</u>	<u>5,392,905</u>
Funds of the charity			
Restricted funds		75,001	56,464
Unrestricted funds		5,343,324	5,336,441
Total charity funds	24	<u>5,418,325</u>	<u>5,392,905</u>

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

Shafiq Rehman

General Secretary

R G Ali

Chairman

The notes on pages 12 to 23 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Cash Flows

Year ended 30 April 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net income/(expenditure)		25,419	(63,118)
<i>Adjustments for:</i>			
Depreciation of tangible fixed assets		24,356	32,473
Government grant income		(40,513)	(152,799)
Interest payable and similar charges		7,042	6,487
Accrued expenses		3,000	8,830
<i>Changes in:</i>			
Trade and other debtors		84,922	–
Trade and other creditors		73,996	18,406
Cash generated from operations		178,222	(149,721)
Interest paid		(7,042)	(6,487)
Net cash from/(used in) operating activities		<u>171,180</u>	<u>(156,208)</u>
Cash flows from investing activities			
Purchase of tangible assets		(47,444)	(6,736)
Net cash used in investing activities		<u>(47,444)</u>	<u>(6,736)</u>
Cash flows from financing activities			
Government grant income		40,513	152,799
Net cash from financing activities		<u>40,513</u>	<u>152,799</u>
Net increase/(decrease) in cash and cash equivalents		164,249	(10,145)
Cash and cash equivalents at beginning of year		117,656	127,801
Cash and cash equivalents at end of year	19	<u>281,905</u>	<u>117,656</u>

The notes on pages 12 to 23 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements

Year ended 30 April 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 367 Wellington Road South, Hounslow, Middlesex, TW4 5HU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustee for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Plant and machinery	-	25% reducing balance
Motor vehicles	-	25% reducing balance

Impairment of fixed assets

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

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

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

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

3. Accounting policies *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	271,315	119,318	390,633
Gift Aid	142,783	–	142,783
Grants			
Government grant income	40,513	–	40,513
	<u>454,611</u>	<u>119,318</u>	<u>573,929</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	147,142	47,695	194,837
Gift Aid	–	–	–
Grants			
Government grant income	152,799	–	152,799
	<u>299,941</u>	<u>47,695</u>	<u>347,636</u>

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Funeral Income	64,094	–	64,094
Deen School	51,571	–	51,571
Primary School	–	494,678	494,678
Grants-LBH	–	160,401	160,401
	<u>115,665</u>	<u>655,079</u>	<u>770,744</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

5. Charitable activities *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Funeral Income	75,107	–	75,107
Deen School	39,930	–	39,930
Primary School	–	430,265	430,265
Grants-LBH	–	171,408	171,408
	<u>115,037</u>	<u>601,673</u>	<u>716,710</u>

6. Other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Sponsorships	2,560	–	2,560
Fundraising events	58	–	58
Hall Rentals	300	–	300
Catering	122,251	–	122,251
	<u>125,169</u>	<u>–</u>	<u>125,169</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Sponsorships	1,340	–	1,340
Fundraising events	–	50	50
Hall Rentals	–	–	–
Catering	58,175	–	58,175
	<u>59,515</u>	<u>50</u>	<u>59,565</u>

7. Other income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Other income	<u>6,339</u>	<u>6,339</u>	<u>7,028</u>	<u>7,028</u>

8. Costs of raising donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Donations	–	113,103	113,103

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies - Donations	<u>1,620</u>	<u>30,740</u>	<u>32,360</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

9. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Costs of other trading activities	158,726	158,726	69,464	69,464

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Suffah School	–	674,214	674,214
Deen School	192,249	–	192,249
Funerals	46,156	–	46,156
Support costs	263,721	2,592	266,314
	<u>502,126</u>	<u>676,806</u>	<u>1,178,933</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Suffah School	–	526,348	526,348
Deen School	202,886	–	202,886
Funerals	39,367	–	39,367
Support costs	197,253	126,379	323,632
	<u>439,506</u>	<u>652,727</u>	<u>1,092,233</u>

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Suffah School	674,214	–	674,214	526,348
Deen School	192,249	–	192,249	202,886
Funerals	46,156	–	46,156	39,367
Support costs	–	255,894	255,894	304,470
Governance costs	–	10,420	10,420	19,162
	<u>912,619</u>	<u>266,314</u>	<u>1,178,933</u>	<u>1,092,233</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

12. Analysis of support costs

	Suffah School £	Deen School £	Funeral £	Mosque £	Other trading activities £	Total 2022 £	Total 2021 £
Staff costs	–	–	–	76,810	–	76,810	41,822
Premises	52,294	3,947	6,907	29,601	5,920	98,669	67,423
General office	28,803	2,174	3,804	16,284	3,261	54,326	55,949
Human resources	7,434	561	982	4,208	842	14,027	29,274
Finance costs	3,731	282	493	2,113	423	7,042	6,487
Governance costs	5,523	417	729	3,126	625	10,420	19,162
Leasing cost	2,650	200	350	1,500	300	5,000	103,515
	<u>100,435</u>	<u>7,581</u>	<u>13,265</u>	<u>133,642</u>	<u>11,371</u>	<u>266,294</u>	<u>323,632</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

13. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	24,356	32,473
Operating lease rentals	66,612	103,515

14. Auditors remuneration

	2022	2021
	£	£
Fees payable for the audit of the financial statements	3,000	3,000

15. Staff costs

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

	2022	2021
	£	£
Wages and salaries	718,001	606,096
Social security costs	45,052	29,628
Employer contributions to pension plans	(12,280)	3,141

The average head count of employees during the year was 56 (2021: 55).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

16. Trustee remuneration and expenses

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements (continued)

Year ended 30 April 2022

17. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 May 2021	5,189,179	420,963	70,692	5,680,834
Additions	47,444	–	–	47,444
At 30 April 2022	<u>5,236,623</u>	<u>420,963</u>	<u>70,692</u>	<u>5,728,278</u>
Depreciation				
At 1 May 2021	–	336,558	57,677	394,235
Charge for the year	–	21,102	3,254	24,356
At 30 April 2022	<u>–</u>	<u>357,660</u>	<u>60,931</u>	<u>418,591</u>
Carrying amount				
At 30 April 2022	<u>5,236,623</u>	<u>63,303</u>	<u>9,761</u>	<u>5,309,687</u>
At 30 April 2021	<u>5,189,179</u>	<u>84,405</u>	<u>13,015</u>	<u>5,286,599</u>

18. Debtors

	2022 £	2021 £
Other debtors	<u>142,783</u>	<u>227,705</u>

19. Cash and cash equivalents

Cash and cash equivalents comprise the following:

	2022 £	2021 £
Cash at bank and in hand	281,905	117,657
Bank overdrafts	–	(1)
	<u>281,905</u>	<u>117,656</u>

20. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	–	1
Accruals and deferred income	22,170	19,170
Social security and other taxes	125,417	107,976
Other creditors	<u>158,464</u>	<u>101,909</u>
	<u>306,051</u>	<u>229,056</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2022

21. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Other creditors	<u>10,000</u>	<u>10,000</u>

22. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £(12,280) (2021: £3,141).

23. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2022	2021
	£	£
Recognised in income from donations and legacies:		
Government grants income	<u>40,513</u>	<u>152,799</u>

24. Analysis of charitable funds

Unrestricted funds

	At			At
	1 May 2021	Income	Expenditure	30 April 2022
	£	£	£	£
General funds	<u>5,302,392</u>	<u>701,784</u>	<u>(660,852)</u>	<u>5,343,324</u>

	At			At
	1 May 2020	Income	Expenditure	30 April 2021
	£	£	£	£
General funds	<u>5,365,510</u>	<u>481,521</u>	<u>(510,590)</u>	<u>5,336,441</u>

Restricted funds

	At			At
	1 May 2021	Income	Expenditure	30 April 2022
	£	£	£	£
Restricted Fund	<u>90,513</u>	<u>774,397</u>	<u>(789,909)</u>	<u>75,001</u>

	At			At
	1 May 2020	Income	Expenditure	30 April 2021
	£	£	£	£
Restricted Fund	<u>90,513</u>	<u>649,418</u>	<u>(683,467)</u>	<u>56,464</u>

25. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	5,299,926	9,761	5,309,687
Current assets	359,448	65,240	424,688
Creditors less than 1 year	(306,051)	–	(306,051)
Creditors greater than 1 year	(10,000)	–	(10,000)
Net assets	<u>5,343,323</u>	<u>75,001</u>	<u>5,418,324</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	5,273,584	13,015	5,286,599
Current assets	312,106	43,449	355,555
Creditors less than 1 year	(229,055)	–	(229,055)
Creditors greater than 1 year	(10,000)	–	(10,000)
Net assets	<u>5,346,635</u>	<u>56,464</u>	<u>5,403,099</u>

26. Analysis of changes in net debt

	At 1 May 2021 £	Cash flows £	At 30 Apr 2022 £
Cash at bank and in hand	117,657	164,248	281,905
Bank overdrafts	(1)	1	–
	<u>117,656</u>	<u>164,249</u>	<u>281,905</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

England & Wales - Charity number 264824

Accounts

CHARITY REGISTRATION NUMBER: 264824

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE
Financial Statements
30 April 2021

SALEEMI ASSOCIATES
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Financial Statements

Year ended 30 April 2021

	Page
Trustee's annual report	1
Independent auditor's report to the members	4
Statement of financial activities	8
Statement of financial position	9
Statement of cash flows	10
Notes to the financial statements	11
The following pages do not form part of the financial statements	
Detailed statement of financial activities	25
Notes to the detailed statement of financial activities	27

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2021

The trustee presents his report and the financial statements of the charity for the year ended 30 April 2021.

Reference and administrative details

Registered charity name HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Charity registration number 264824

Principal office

367 Wellington Road South
Hounslow
Middlesex
TW4 5HU

The trustee

R G Ali	Chairman
M Ajaib	Vice Chairman
S Rehman	General Secretary
Z Awan	Joint Secretary
M Rashad	Treasurer
N Akhtar	Joint Treasurer
J Akhter	
A Majid	
S Ali	
W Hussain	
T Masood	

Auditor

Saleemi Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2021

Structure, governance and management

The trust is an unincorporated trust and is a registered charity, number 264824. The trustees will be elected by the members of the masjid and serve for five years after which period they may put themselves forward for re-election. The constitution provides for a minimum of 6 trustees, to a maximum of 11 trustees. At the trustees' monthly meeting, the trustees agree the strategy and areas of activity for the Trust, including consideration of donation making, reserves and risk management policies and performance.

Objectives and activities

The fundamental belief of the Trust is LA ILAHA ILLALLAAH MUHAMMADUR RASULALLAH that there is no god but one God, ALLAH and Muhammed (peace be upon him) is His Prophet. The Trust's main objective is to advance Islam and in particular the Sunni Muslim faith. The trust within its core objectives provides a number of services for the community including educational, recreational, funeral, marriage and a particular focus on activities for the youth and our sister's.

Achievement and performance

Although the recovery from Covid has been slow, public attendance has steadily picked up and Ramadan was one of our busiest turnouts since the Mosque began its operations. The issue of health is still a major concern, and the Mosque has been at the forefront in holding vaccine drop in sessions, offering free sanitary equipment and launching one of the most unique community services in the order and drop offering – allowing the vulnerable to have their essentials purchased and dropped to their door. Covid provided a much needed reflection on current services. As a result the funeral service was restructured and at its peak we were able to cater for funerals daily.

The Mosque launched an exclusive service of park and fly – partnering with travel agencies in facilitating parking for pilgrims travelling to perform Umrah and Hajj. An inaugural charity car wash for the people of Palestine was held in the car park and the annual Eid Mela, Eid prayers and other related events have once again been held in public settings bringing families and communities together.

We partnered with homeless agencies in serving food to the needy in central London, continued our gatherings of Remembrance held with various personalities across the country and have focused on bringing more sisters into the fold with dedicated courses centred around the working mothers and students

Our youth division came to the fore in organising both a charity cricket tournament held in our car park in aid of grass roots projects, and a football tournament for Palestine in which teams from across the city participated.

Financial review

In the face of rising security and overhead costs, the Charity has strived to again keep costs as low as possible without compromising our quality of service. The extension project has continued albeit at a slower pace due to funding issues. The impact of Covid was evident in the year as the closure of the centre, meant donations were not forthcoming. This meant that for the year ending April 2021, we were in a negative position with expenses outweighing income. Since the end of the pandemic donations and school fee income has increased substantially.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Trustee's Annual Report *(continued)*

Year ended 30 April 2021

Reserve policy

The trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately one month of unrestricted charitable expenditure, equivalent to £50,000. The trustees consider that this level will provide sufficient funds to ensure that support and governance costs are covered.

The balance held as unrestricted funds at 30 April 2021 was £5,336,441, of which £62,857 are regarded as free reserves, after allowing for funds tied up in tangible fixed assets.

Risk and uncertainties

Charity has developed an approach to risk management that allows it respond to risks and adapt how it operates. At the time of this report, the extent of uncertainty in our operating environment has never been greater. A number of the uncertainties are inherent to the Charity and present both risks to be managed and opportunities to improve both what we do and how we deliver our service.

Trustee's responsibilities statement

The trustee is responsible for preparing the trustee's 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

In preparing these financial statements, the trustee is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures 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 trustee is responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable him to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. He is also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustee's annual report was approved on 10th June 2022 and signed on behalf of the board of trustees by:


Shafiq Rehman
General Secretary

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Year ended 30 April 2021

Opinion

We have audited the financial statements of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE (the 'charity') for the year ended 30 April 2021 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 April 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2021

Other information

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

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

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

Responsibilities of the trustee

As explained more fully in the trustee's responsibilities statement, the trustee is 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 trustee determines 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 trustee is 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 trustee either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*

Year ended 30 April 2021

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

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

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charity operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Charities Act 2011 with the Charities SORP (FRS 102), UK tax legislation, pensions legislation, Anti Money Laundering regulation, General Data Protection Regulation (GDPR), Anti-fraud, bribery and corruption legislation, Taxation legislation and Employment legislation and health and safety regulation. We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charity to operate or to avoid a material penalty. We evaluated the trustees' and managements' incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principle risk were related to manual journal entries to manipulate financial performance, management bias through judgements and assumptions is significant accounting estimates, in particular in relation to use of restricted funds, and significant one off or unusual transactions.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of grant, voluntary income and school fee, recognition of grant expenditure and the override of controls by management.

Our audit procedures to respond to these risks included enquiries of management, including senior management and internal accountant about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases,

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Independent Auditor's Report to the Members of HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE *(continued)*


Year ended 30 April 2021

reviewing regulatory correspondence with the Charity Commission, detailed reviews of a sample of funding agreements for income and grant expenditure and reading minutes of meetings of those charged with governance

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations

Use of our report

This report is made solely to the charity's members, as a body in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body for our audit work for this report, or for the opinions we have formed


Saleem Associates
Chartered accountants & statutory auditor
792 Wickham Road
Croydon CR0 8EA

Date: 10th June 2022

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Financial Activities

Year ended 30 April 2021

	Note	Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
Income and endowments					
Donations and legacies	4	299,941	47,895	347,836	489,055
Charitable activities	5	115,037	601,673	716,710	874,598
Other trading activities	6	59,515	50	59,565	58,978
Other income	7	7,028	-	7,028	1,697
Total income		<u>481,477</u>	<u>649,418</u>	<u>1,130,895</u>	<u>1,404,328</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	8	1,620	30,740	32,360	181,050
Costs of other trading activities	9	69,464	-	69,464	68,032
Expenditure on charitable activities	10,11	439,506	652,727	1,092,233	1,187,677
Total expenditure		<u>510,590</u>	<u>683,467</u>	<u>1,194,057</u>	<u>1,436,759</u>
Net expenditure and net movement in funds		<u>(29,069)</u>	<u>(34,049)</u>	<u>(63,118)</u>	<u>(32,431)</u>
Reconciliation of funds					
Total funds brought forward		5,365,510	90,513	5,456,023	5,488,454
Total funds carried forward		<u>5,336,441</u>	<u>56,464</u>	<u>5,392,905</u>	<u>5,456,024</u>

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

The notes on pages 11 to 23 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of financial position

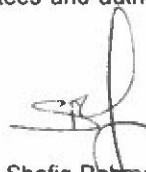
Year ended 30 April 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	17	5,286,599	5,312,336
Current assets			
Debtors	18	227,705	227,705
Cash at bank and in hand		117,657	127,801
		<u>345,362</u>	<u>355,506</u>
Creditors: amounts falling due within one year	20	<u>229,056</u>	<u>185,619</u>
Net current assets		<u>116,306</u>	<u>169,887</u>
Total assets less current liabilities		5,402,905	5,482,223
Creditors: amounts falling due after more than one year	21	<u>10,000</u>	<u>26,200</u>
Net assets		<u>5,392,905</u>	<u>5,456,023</u>
Funds of the charity			
Restricted funds		56,464	90,514
Unrestricted funds		<u>5,336,441</u>	<u>5,365,510</u>
Total charity funds	24	<u>5,392,905</u>	<u>5,456,024</u>

These financial statements were approved by the board of trustees and authorised for issue on 10th June 2022, and are signed on behalf of the board by



R G Ali
Chairman



Shafiq Rehman
General Secretary

The notes on pages 11 to 23 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Statement of Cash Flows

Year ended 30 April 2021

	Note	2021 £	2020 £
Cash flows from operating activities			
Net expenditure		(63,118)	(32,431)
<i>Adjustments for:</i>			
Depreciation of tangible fixed assets		32,473	41,586
Government grant income		(152,799)	–
Interest payable and similar charges		6,487	11,038
Accrued expenses/(income)		8,830	(2,581)
<i>Changes in:</i>			
Trade and other debtors		–	38,312
Trade and other creditors		18,406	95,419
Cash generated from operations		(149,721)	151,343
Interest paid		(6,487)	(11,038)
Net cash (used in)/from operating activities		(156,208)	140,305
Cash flows from investing activities			
Purchase of tangible assets		(6,736)	(117,614)
Net cash used in investing activities		(6,736)	(117,614)
Cash flows from financing activities			
Government grant income		152,799	–
Net cash from financing activities		152,799	–
Net (decrease)/increase in cash and cash equivalents		(10,145)	22,691
Cash and cash equivalents at beginning of year		127,801	105,110
Cash and cash equivalents at end of year	19	117,656	127,801

The notes on pages 11 to 23 form part of these financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements

Year ended 30 April 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 367 Wellington Road South, Hounslow, Middlesex, TW4 5HU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustee for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Plant and machinery	- 25% reducing balance
Motor vehicles	- 25% reducing balance

Impairment of fixed assets

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

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

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

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

3. Accounting policies *(continued)*

Government grants *(continued)*

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	147,142	47,695	194,837
Grants			
Government grant income	152,799	–	152,799
	<u>299,941</u>	<u>47,695</u>	<u>347,636</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Donations	296,331	172,724	469,055
Grants			
Government grant income	–	–	–
	<u>296,331</u>	<u>172,724</u>	<u>469,055</u>

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Funeral Income	75,107	–	75,107
Deen School	39,930	–	39,930
Primary School	–	430,265	430,265
Grants-LBH	–	171,408	171,408
	<u>115,037</u>	<u>601,673</u>	<u>716,710</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

5. Charitable activities *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Funeral Income	38,566	–	38,566
Deen School	125,856	–	125,856
Primary School	–	474,498	474,498
Grants-LBH	–	235,678	235,678
	<u>164,422</u>	<u>710,176</u>	<u>874,598</u>

6. Other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Sponsorships	1,340	–	1,340
Fundraising events	–	50	50
Shop income	–	–	–
Hall Rentals	–	–	–
Catering	58,175	–	58,175
	<u>59,515</u>	<u>50</u>	<u>59,565</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Sponsorships	2,060	–	2,060
Fundraising events	–	37	37
Shop income	3,230	–	3,230
Hall Rentals	4,390	–	4,390
Catering	49,261	–	49,261
	<u>58,941</u>	<u>37</u>	<u>58,978</u>

7. Other income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Other income	<u>7,028</u>	–	<u>7,028</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Other income	<u>1,215</u>	<u>482</u>	<u>1,697</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements (continued)

Year ended 30 April 2021

8. Costs of raising donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies - Donations	1,620	30,740	32,360

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Costs of raising donations and legacies - Donations	–	181,050	181,050

9. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Costs of other trading activities	69,464	69,464	68,032	68,032

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Suffah School	–	526,348	526,348
Deen School	202,886	–	202,886
Funerals	39,367	–	39,367
Support costs	197,253	126,379	323,632
	439,506	652,727	1,092,233

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Suffah School	–	543,240	543,240
Deen School	215,683	–	215,683
Funerals	29,636	–	29,636
Support costs	321,993	77,124	399,118
	567,312	620,364	1,187,677

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

11. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Suffah School	526,348	–	526,348	543,240
Deen School	202,886	–	202,886	215,683
Funerals	39,367	–	39,367	29,636
Support costs	–	304,470	304,470	378,953
Governance costs	–	19,162	19,162	20,165
	<u>768,601</u>	<u>323,632</u>	<u>1,092,233</u>	<u>1,187,677</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

12. Analysis of support costs

	Suffah School £	Deen School £	Funerals £	Mosque £	Other trading activities £	Total 2021 £	Total 2020 £
Staff costs	-	-	-	41,822	-	41,822	79,359
Premises	35,734	2,697	4,720	20,227	4,045	67,423	98,759
General office	29,653	2,238	3,916	16,785	3,357	55,949	69,718
Human resources	15,516	1,171	2,049	8,782	1,756	29,274	42,953
Finance costs	3,439	259	454	1,946	389	6,487	11,038
Governance costs	10,156	766	1,341	5,749	1,150	19,162	20,165
P&M leasing cost	103,515	-	-	-	-	103,515	77,126
	<u>198,013</u>	<u>7,131</u>	<u>12,480</u>	<u>95,311</u>	<u>10,697</u>	<u>323,632</u>	<u>399,118</u>

11

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

13. Net expenditure

Net expenditure is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	32,473	41,586
Operating lease rentals	<u>103,515</u>	<u>77,126</u>

14. Auditors remuneration

	2021	2020
	£	£
Fees payable for the audit of the financial statements	<u>3,000</u>	<u>3,000</u>

15. Staff costs

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

	2021	2020
	£	£
Wages and salaries	606,096	679,505
Social security costs	29,628	31,555
Employer contributions to pension plans	<u>3,141</u>	<u>10,718</u>
	<u>638,865</u>	<u>721,778</u>

The average head count of employees during the year was 55 (2020: 56).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

16. Trustee remuneration and expenses

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

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

17. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 May 2020	5,189,179	414,227	70,692	5,674,098
Additions	–	6,736	–	6,736
At 30 April 2021	<u>5,189,179</u>	<u>420,963</u>	<u>70,692</u>	<u>5,680,834</u>
Depreciation				
At 1 May 2020	–	308,423	53,339	361,762
Charge for the year	–	28,135	4,338	32,473
At 30 April 2021	<u>–</u>	<u>336,558</u>	<u>57,677</u>	<u>394,235</u>
Carrying amount				
At 30 April 2021	<u>5,189,179</u>	<u>84,405</u>	<u>13,015</u>	<u>5,286,599</u>
At 30 April 2020	<u>5,189,179</u>	<u>105,804</u>	<u>17,353</u>	<u>5,312,336</u>

18. Debtors

	2021 £	2020 £
Gift-aid receivable	<u>227,705</u>	<u>227,705</u>

19. Cash and cash equivalents

Cash and cash equivalents comprise the following:

	2021 £	2020 £
Cash at bank and in hand	117,657	127,801
Bank overdrafts	(1)	–
	<u>117,656</u>	<u>127,801</u>

20. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	1	–
Accruals and deferred income	19,170	10,340
Social security and other taxes	107,976	72,070
Other creditors	101,909	103,209
	<u>229,056</u>	<u>185,619</u>

Other creditor included Qard-e-Hasna payable within one year £107,390 (£125,150 – 2020)

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

21. Creditors: amounts falling due after more than one year

	2021 £	2020 £
Trade creditors	–	16,200
Qard-e-Hasna	10,000	10,000
	<u>10,000</u>	<u>26,200</u>

22. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £3,141 (2020: £10,718).

23. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2021 £	2020 £
Recognised in income from donations and legacies:		
Government grants income	<u>152,799</u>	<u>–</u>

24. Analysis of charitable funds

Unrestricted funds

	At 1 May 2020 £	Income £	Expenditure £	At 30 April 2021 £
General funds	<u>5,365,510</u>	<u>481,521</u>	<u>(510,590)</u>	<u>5,336,441</u>

	At 1 May 2019 £	Income £	Expenditure £	At 30 April 2020 £
General funds	<u>5,479,945</u>	<u>520,909</u>	<u>(635,344)</u>	<u>5,365,510</u>

Restricted funds

	At 1 May 2020 £	Income £	Expenditure £	At 30 April 2021 £
Restricted Fund	<u>90,513</u>	<u>649,418</u>	<u>(683,467)</u>	<u>56,464</u>

	At 1 May 2019 £	Income £	Expenditure £	At 30 April 2020 £
Restricted Fund	<u>8,509</u>	<u>883,419</u>	<u>(801,414)</u>	<u>90,514</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Financial Statements *(continued)*

Year ended 30 April 2021

25. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	5,273,584	13,015	5,286,599
Current assets	301,913	43,449	345,362
Creditors less than 1 year	(229,056)	–	(229,056)
Creditors greater than 1 year	(10,000)	–	(10,000)
Net assets	5,336,441	56,464	5,392,905

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	5,294,983	17,353	5,312,336
Current assets	282,345	73,161	355,506
Creditors less than 1 year	(185,619)	–	(185,619)
Creditors greater than 1 year	(26,200)	–	(26,200)
Net assets	5,365,509	90,514	5,456,023

26. Analysis of changes in net debt

	At 1 May 2020 £	Cash flows £	At 30 Apr 2021 £
Cash at bank and in hand	127,801	(10,144)	117,657
Bank overdrafts	–	(1)	(1)
	<u>127,801</u>	<u>(10,145)</u>	<u>117,656</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Management Information

Year ended 30 April 2021

The following pages do not form part of the financial statements.

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Detailed Statement of Financial Activities *(continued)*

Year ended 30 April 2021

	2021 £	2020 £
Expenditure		
Costs of raising donations and legacies		
Donations – cost of raising fund	1,620	–
Donations - Zakat & sadaqat distributed	30,740	181,050
	<u>32,360</u>	<u>181,050</u>
Costs of other trading activities		
Purchases	69,464	68,032
Expenditure on charitable activities		
Purchases	101,141	91,593
Wages and salaries	606,096	679,505
Employer's NIC	29,628	31,555
Pension costs	3,141	10,718
Operating leases	103,515	77,126
Rates and water	913	6,612
Light and heat	29,808	36,731
Repairs and maintenance	15,556	9,182
Insurance	10,826	8,982
Other establishment	484	12,141
Legal and professional fees	19,162	20,165
Telephone	7,038	6,659
Other office costs	12,235	6,819
Depreciation	32,473	41,587
Interest on bank loans and overdrafts	5,037	8,082
Interest on HP and finance leases	1,450	2,956
Advertisement	–	594
Training and development school	3,333	2,852
Grave charge	7,464	6,582
School trip	–	8,597
Cleaning	30,662	35,094
Administrative costs	29,274	42,953
Subscription	7,054	15,644
Postage and stationery	3,627	693
Disclosure report	413	1,201
Funeral Cost	31,903	23,054
	<u>1,092,233</u>	<u>1,187,677</u>
Total expenditure	<u>1,194,057</u>	<u>1,436,759</u>
Net expenditure	<u>(63,118)</u>	<u>(32,431)</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Detailed Statement of Financial Activities

Year ended 30 April 2021

	2021 £	2020 £
Income and endowments		
Donations and legacies		
Donations	194,837	469,055
Government grant income	<u>152,799</u>	<u>—</u>
	<u>347,636</u>	<u>469,055</u>
Charitable activities		
Funeral Income	75,107	38,566
Deen School	39,930	125,856
Primary School	430,265	474,498
Grants-LBH	<u>171,408</u>	<u>235,678</u>
	<u>716,710</u>	<u>874,598</u>
Other trading activities		
Sponsorships	1,340	2,060
Fundraising events	50	37
Shop income	—	3,230
Hall Rentals	—	4,390
Catering	<u>58,175</u>	<u>49,261</u>
	<u>59,565</u>	<u>58,978</u>
Other income		
Other income	<u>7,028</u>	<u>1,697</u>
Total income	<u>1,130,939</u>	<u>1,404,328</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Detailed Statement of Financial Activities

Year ended 30 April 2021

	2021 £	2020 £
Costs of raising donations and legacies - Donations		
Donations – cost of raising fund	1,620	–
Donations - Zakat & sadaqat distributed	<u>30,740</u>	<u>181,050</u>
	<u>32,360</u>	<u>181,050</u>
Costs of raising donations and legacies	<u>32,360</u>	<u>181,050</u>
Costs of other trading activities		
Other trading activities	<u>69,464</u>	<u>68,032</u>
Costs of other trading activities	<u>69,464</u>	<u>68,032</u>

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Detailed Statement of Financial Activities *(continued)*

Year ended 30 April 2021

	2021 £	2020 £
Expenditure on charitable activities		
Suffah School		
<i>Activities undertaken directly</i>		
Purchases	101,141	91,593
Wages/salaries	371,486	403,390
Employer's NIC	20,474	19,068
Pension costs	2,197	4,279
Repairs & maintenance	15,556	9,182
Insurance	5,270	800
IT & computer expenses	6,478	1,684
Advertisement	–	594
Training and development school	3,333	2,852
School trip	–	8,597
Disclosure report	413	1,201
	<u>526,348</u>	<u>543,240</u>
Deen School		
<i>Activities undertaken directly</i>		
Wages/salaries	195,049	205,241
Employer's NIC	7,308	9,162
Pension costs	529	1,280
	<u>202,886</u>	<u>215,683</u>
Funerals		
<i>Activities undertaken directly</i>		
Grave charges	7,464	6,582
Funeral costs	31,903	23,054
	<u>39,367</u>	<u>29,636</u>
Support costs		
<i>Support costs</i>		
Wages/salaries	39,561	70,874
Employer's NIC	1,846	3,325
Pension costs	415	5,159
Operating leases	103,515	77,126
Rates & water	913	6,612
Light & heat	29,808	36,731
Insurance	5,556	8,182
Other establishment	484	12,141
Telephone	7,038	6,659
Other office costs	5,757	5,135
Depreciation	32,473	41,587
Interest on bank loans and overdrafts	5,037	8,082
Interest on HP and finance leases	1,450	2,956
Cleaning	30,662	35,094
Administrative Costs	29,274	42,953
Subscriptions	7,054	15,644
	<u>300,843</u>	<u>378,260</u>
Carried forward	300,843	378,260

HOUNSLOW JAMIA MASJID AND ISLAMIC CENTRE

Notes to the Detailed Statement of Financial Activities *(continued)*

Year ended 30 April 2021

	2021 £	2020 £
Brought forward	300,843	378,260
Postage and stationery	<u>3,627</u>	<u>693</u>
	<u>304,470</u>	<u>378,953</u>
Governance costs		
Accountancy fees	16,162	17,167
Audit fees	<u>3,000</u>	<u>2,998</u>
	<u>19,162</u>	<u>20,165</u>
Expenditure on charitable activities	<u>1,092,233</u>	<u>1,187,677</u>
