

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

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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

		Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
	Note				
Income and endowments					
Donations and legacies	4	299,941	47,695	347,636	469,055
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

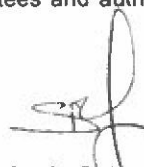
Year ended 30 April 2021

	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	229,056	185,619
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	10,000	26,200
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>–</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>

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	5,189,179	420,963	70,692	5,680,834
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	—	336,558	57,677	394,235
Carrying amount				
At 30 April 2021	5,189,179	84,405	13,015	5,286,599
At 30 April 2020	5,189,179	105,804	17,353	5,312,336

18. Debtors

	2021 £	2020 £
Gift-aid receivable	227,705	227,705

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)	—
	117,656	127,801

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
	229,056	185,619

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)
	127,801	(10,145)	117,656

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	<u>69,464</u>	<u>68,032</u>
 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	152,799	—
	<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	171,408	235,678
	<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	58,175	49,261
	<u>59,565</u>	<u>58,978</u>
Other income		
Other income	7,028	1,697
	<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	30,740	181,050
	<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	69,464	68,032
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	3,627	693
	<u>304,470</u>	<u>378,953</u>
Governance costs		
Accountancy fees	16,162	17,167
Audit fees	3,000	2,998
	<u>19,162</u>	<u>20,165</u>
Expenditure on charitable activities	<u>1,092,233</u>	<u>1,187,677</u>

