

Charity registration number: 265673

Muhammadi Trust of GB & NI

Annual Report and Financial Statements

for the Year Ended 30 September 2020

Muhammadi Trust of GB & NI

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Muhammadi Trust of GB & NI

Reference and Administrative Details

Trustees	Ms K Z Fazil Dr M E Mesbahi Mr S Z H Naqvi Mrs S K Rahman Mr M A Ramji Mr S M R Shabbar
Principal Office	131 Walm Lane London NW2 3AU
Charity Registration Number	265673
Auditor	DSK Partners LLP Chartered Accountants & Statutory Auditors DS House 306 High Street Croydon CR0 1NG

Muhammadi Trust of GB & NI

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 30 September 2020.

Objectives and activities

Objects and aims

Use of Trust premises known as The Muhammadi Trust Centre

Muhammadi Trust centre is used to facilitate programmes and serve the needs of the community and Trusts' objectives. The Trust has successfully managed to rent out parts of the building to Aim Foundation after Zahra Trust and Safeer TV vacated the place. This enabled the Trust to ensure that there is someone at the centre at all times and it enhanced the building further. This also assisted in partially covering the day-to-day running expenses of the centre. Aim Foundation also hire the main hall downstairs during the month of Muharram for their Majalis. Its been very difficult to get sponsors for the boiler during Covid-19 and its been repaired, but the trust will now have to support the expenses

Muhammadi Trust of GB & NI

Trustees' Report

Objectives, strategies and activities

Waadi Al Salaam (Cemetery)

The Trust has been offering burial service associated with the cemetery owned by the Trust. An internal subcommittee of Trustees and volunteers manage Waadi Al Salaam. The work at Waadi has progressed well and completed in 2018. Once to satisfaction, the trust might construct to prove for more graves. Waadi committee must get active in marketing the project and in turn selling of the graves. More recent work has been done at the Waadi but further graves need to be made available therefore new quotes need to be obtained.

Religious Gatherings, Seminars & Lectures

Due to Covid-19, the Muharram Programme was televised on the Ahlaybait tv in September 2020. The speaker and Noha reciter from India and Pakistan participated well. The programme was taken well by the audience and we received compliments.

The Trust is particularly proud to report the continuation of its annual commemorative programme even during these difficult times held mainly in Urdu during the first 10 days of the Islamic month of Muharram. Being on television during Covid-19 meant a larger audience including Europe. The trust could not do regular weekly gathering of prayers and supplications are held at the Centre on Thursdays for the spiritual needs of the community. This programme was missed a lot and the trust intends to start as soon as its safe to do so following the government guidance. Through active involvement of Mrs. Rahman, the Chairperson, the Trust is member of Christian Muslim Forum and various national interfaith organizations. On behalf of the Trust she is also an elected Vice Chair of MINAB (Mosques and Imam's National advisory Board), which was set up to raise the standards, and to actively encourage young people and women involvement in the mosques and religious centres to meet the challenges of our time. All the programmes have been effected due to COVID -19 but the Trustees are hopeful that in future these programmes will promote and create a balanced, peaceful and harmonious society.

Publications

The Trust has setup a publication subcommittee to look at the future publication requirements and has appointed a part time staff. The Trust continues to market its publications, for which worldwide orders are received through its website and some of the publications are well received by the universities offering courses in philosophy and religious studies. Some other religious institutes have also ordered books and the trustees are hoping to get more publications organised in the future. Lot of work has been delayed during Covid-19 but hopefully it will resumed soon. It is through publications and seminars that Muhammadi Trust is also known and well respected and has built strong connections with national and international academics.

Public benefit

The Trust continues to facilitate lectures and seminars to create an awareness of, and also encourage, the ethos of peace, justice and equality for the society we live in. Only a few of these gathering could happen before Covid-19 but we will continue to do so in the near future.

It is hoped that through such endeavour, the publications of the Trust shall be suitably promoted, hence ensuring that the costs expended in their production is partly or fully recovered.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Muhammadi Trust of GB & NI

Trustees' Report

Financial review

The income and net outgoing of resources have been reflected in the audited accounts of this year. During the year the trust has seen a net incoming of resources of £16,495 (2019 - £4,263)

Plans for future periods

Aims and key objectives for future periods

In line with its aims and objectives, the future plans of the Trust include, but are not restricted to:

1. Further equip the main hall for recording and digital projection facilities and continue the general maintenance work at the Centre at Walm Lane, London, NW2 3AU.
2. To complete the works at Waadi with a view to increase reservations of the graves, followed by further works once enough revenue is generated.
3. Continue regular seminars and conferences, which take an intellectual approach to the theological, spiritual and social issues affecting our community in general and young people in particular.
4. We hope to provide a forum for the Youth where they can gain knowledge on issues that affect them. Such seminars shall be geared towards enhancing both the spiritual and academic faculties.
5. Through the medium of interfaith dialogues, the Trust wishes to encourage a greater understanding between different communities. We hope such forums shall provide an arena for co-operation and unity based on knowledge and understanding.

Structure, governance and management

Nature of governing document


The Trust is governed by virtue of the Trust's previous and present governance document, which was updated on 20th March 2006. All meetings have a written Agenda for discussion and review of the Trust's activities and finances for an efficient management and progression of its objectives. The proceeding of these meetings are recorded, approved and filed in the Trust's office. However, during Covid-19 the management work has been carried out by e-mails and will hopefully return to face -to-face meetings once we can.

Ms. K Z Fazil has managed the overall finance of the Trust together with all the Trustees through e-mails communications. Everyone has a generic responsibility for all matters related to the Trust. The board of Trustees consists of specialists in Education, Business and Property Management. Hence, in relation to training, most of them are trained by their professional experience. The Trust has had one part time staff responsible for publication, seminars and marketing and another part time staff for day-to-day activities at the trust including Hall Hire employed and upkeep of the Centre.

The annual report was approved by the trustees of the charity on3/12/21..... and signed on its behalf by:

Muhammadi Trust of GB & NI

Trustees' Report


.....
Ms K Z Fazil
Trustee

02/21

Muhammadi Trust of GB & NI

Statement of Trustees' Responsibilities


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

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

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

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

Approved by the trustees of the charity on3/12/21..... and signed on its behalf by:



.....
Ms K Z Fazil
Trustee

Muhammadi Trust of GB & NI

Independent Examiner's Report to the trustees of Muhammadi Trust of GB & NI

I report on the accounts of the charity for the year ended 30 September 2020 which are set out on pages 8 to 25.

Respective responsibilities of trustees and examiner

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

It is my responsibility to:

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

Basis of independent examiner's report

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

Independent examiner's statement

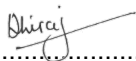
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



.....
Mr Dhirajlal Shah
Chartered Accountants & Statutory Auditors
DSK Partners LLP

DS House
306 High Street
Croydon
CR0 1NG

Date: 3/12/21

Muhammadi Trust of GB & NI

Statement of Financial Activities for the Year Ended 30 September 2020

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies		12,547	-	12,547
Investment income	4	44,497	-	44,497
Other income		58,904	-	58,904
Total income		115,948	-	115,948
Expenditure on:				
Raising funds		(34,003)	-	(34,003)
Charitable activities		(65,450)	-	(65,450)
Total expenditure		(99,453)	-	(99,453)
Net income		16,495	-	16,495
Net movement in funds		16,495	-	16,495
Reconciliation of funds				
Total funds brought forward		1,752,910	11,847	1,764,757
Total funds carried forward	20	1,769,405	11,847	1,781,252
		Unrestricted funds £	Restricted funds £	Total 2019 £
Income and Endowments from:				
Donations and legacies		26,061	-	26,061
Investment income	4	47,226	-	47,226
Other income		57,290	-	57,290
Total income		130,577	-	130,577
Expenditure on:				
Raising funds		(60,096)	-	(60,096)
Charitable activities		(66,218)	-	(66,218)
Total expenditure		(126,314)	-	(126,314)
Net income		4,263	-	4,263
Net movement in funds		4,263	-	4,263
Reconciliation of funds				
Total funds brought forward		1,748,647	11,847	1,760,494
Total funds carried forward	20	1,752,910	11,847	1,764,757

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2019 is shown in note 20.

Muhammadi Trust of GB & NI

(Registration number: 265673)

Statement of Financial Position as at 30 September 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	13	1,159,035	1,177,915
Investments	14	<u>553,188</u>	<u>554,027</u>
		<u>1,712,223</u>	<u>1,731,942</u>
Current assets			
Stocks	15	178,080	191,520
Debtors	16	6,112	1,636
Cash at bank and in hand	17	<u>90,855</u>	<u>57,149</u>
		275,047	250,305
Creditors: Amounts falling due within one year	18	<u>(58,946)</u>	<u>(58,848)</u>
Net current assets		<u>216,101</u>	<u>191,457</u>
Total assets less current liabilities		1,928,324	1,923,399
Creditors: Amounts falling due after more than one year	19	<u>(147,072)</u>	<u>(158,642)</u>
Net assets		<u>1,781,252</u>	<u>1,764,757</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		11,847	11,847
Unrestricted income funds			
Unrestricted funds		<u>1,769,405</u>	<u>1,752,910</u>
Total funds	20	<u>1,781,252</u>	<u>1,764,757</u>

The financial statements on pages 8 to 25 were approved by the trustees, and authorised for issue on 3/12/21 and signed on their behalf by:



 Ms K Z Fazil
 Trustee

3/12/21

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Muhammadi Trust of GB & NI meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

3/12/ text here

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Investment properties

Investment property is carried at fair value, derived from the current market prices for comparable real estate determined annually by external valuers. The valuers use observable market prices, adjusted if necessary for any difference in the nature, location or condition of the specific asset. Changes in fair value are recognised in profit or loss.

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations and legacies

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Donations and legacies;			
Donations from individuals	12,547	12,547	26,061
	<u>12,547</u>	<u>12,547</u>	<u>26,061</u>

3 Income from charitable activities

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Waadi income	46,500	46,500	45,750
Book Sales	500	500	740
Hall Bookings	11,904	11,904	10,800
	<u>58,904</u>	<u>58,904</u>	<u>57,290</u>

4 Investment income

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Other investment income	1,572	1,572	2,023
Income from rents	42,925	42,925	45,203
	<u>42,925</u>	<u>42,925</u>	<u>45,203</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

5 Expenditure on raising funds

a) Costs of generating donations and legacies

	Note	Unrestricted funds General £	Total 2020 £	Total 2019 £
Other direct costs of generating voluntary income		<u>20,563</u>	<u>20,563</u>	<u>38,896</u>

6 Expenditure on charitable activities

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Waadi Expenses	10,025	10,025	3,044
Publication Expenses	-	-	60
Mujalis Expenses	<u>10,538</u>	<u>10,538</u>	<u>35,792</u>
	<u>20,563</u>	<u>20,563</u>	<u>38,896</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Staff costs			
Wages and salaries	16,910	16,910	16,714
Social security costs	139	139	-
Audit fees			
Audit of the financial statements	-	-	1,920
Other fees paid to auditors	3,629	3,629	1,709
Legal fees	485	485	-
Depreciation, amortisation and other similar costs	18,880	18,880	19,363
Other governance costs	25,407	25,407	26,512
	<u>65,450</u>	<u>65,450</u>	<u>66,218</u>

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2020 £	2019 £
Audit fees	-	1,920
Depreciation of fixed assets	<u>18,880</u>	<u>19,363</u>

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

10 Staff costs

The aggregate payroll costs were as follows:

	2020 £	2019 £
Staff costs during the year were:		
Wages and salaries	16,910	16,714
Social security costs	139	-
	<u>17,049</u>	<u>16,714</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2020 No	2019 No
Administrative staff	<u>2</u>	<u>2</u>

No employee received emoluments of more than £60,000 during the year

11 Auditors' remuneration

	2020 £	2019 £
Audit of the financial statements	<u>-</u>	<u>1,920</u>
Other fees to auditors		
All other non-audit services	<u>3,629</u>	<u>1,709</u>

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

13 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 October 2019	<u>1,466,950</u>	<u>59,808</u>	<u>1,526,758</u>
At 30 September 2020	<u>1,466,950</u>	<u>59,808</u>	<u>1,526,758</u>
Depreciation			
At 1 October 2019	293,236	55,607	348,843
Charge for the year	<u>18,250</u>	<u>630</u>	<u>18,880</u>
At 30 September 2020	<u>311,486</u>	<u>56,237</u>	<u>367,723</u>
Net book value			
At 30 September 2020	<u>1,155,464</u>	<u>3,571</u>	<u>1,159,035</u>
At 30 September 2019	<u>1,173,714</u>	<u>4,201</u>	<u>1,177,915</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

Included within the net book value of land and buildings above is £1,155,464 (2019 - £1,173,714) in respect of freehold land and buildings and £Nil (2019 - £Nil) in respect of leaseholds.

14 Fixed asset investments

	2020 £	2019 £
Investment properties	468,250	468,250
Other investments	84,938	85,777
	<u>553,188</u>	<u>554,027</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

Investment properties

	Investment properties £
Cost or Valuation	
At 1 October 2019	<u>468,250</u>
Provision	
At 30 September 2020	<u>-</u>
Net book value	
At 30 September 2020	<u>468,250</u>
At 30 September 2019	<u>468,250</u>

Other investments

	Unlisted investments £	Total £
Cost or Valuation		
At 1 October 2019	85,777	85,777
Revaluation	<u>(839)</u>	<u>(839)</u>
At 30 September 2020	<u>84,938</u>	<u>84,938</u>
Net book value		
At 30 September 2020	<u>84,938</u>	<u>84,938</u>
At 30 September 2019	<u>85,777</u>	<u>85,777</u>

15 Stock

	2020 £	2019 £
Stocks	<u>178,080</u>	<u>191,520</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

16 Debtors

	2020 £	2019 £
Other debtors	<u>6,112</u>	<u>1,636</u>

17 Cash and cash equivalents

	2020 £	2019 £
Cash on hand	441	299
Cash at bank	<u>90,414</u>	<u>56,850</u>
	<u>90,855</u>	<u>57,149</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

18 Creditors: amounts falling due within one year

	2020 £	2019 £
Bank loans	15,105	15,105
Trade creditors	4,750	4,750
Other taxation and social security	610	318
Other creditors	6,481	6,675
Deferred income	32,000	32,000
	<u>58,946</u>	<u>58,848</u>

Creditors due within one year includes the following liabilities, on which security has been given by the charity:

	2020 £	2019 £
Bank loans	<u>15,105</u>	<u>15,105</u>

19 Creditors: amounts falling due after one year

	2020 £	2019 £
Bank loans	<u>147,072</u>	<u>158,642</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the charity:

	2020 £	2019 £
Bank loans	<u>147,072</u>	<u>158,642</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

20 Funds

	Balance at 1 October 2019 £	Incoming resources £	Resources expended £	Balance at 30 September 2020 £
Unrestricted funds				
General	1,752,910	115,948	(99,453)	1,769,405
Restricted funds	<u>11,847</u>	<u>-</u>	<u>-</u>	<u>11,847</u>
Total funds	<u>1,764,757</u>	<u>115,948</u>	<u>(99,453)</u>	<u>1,781,252</u>
	Balance at 1 October 2018 £	Incoming resources £	Resources expended £	Balance at 30 September 2019 £
Unrestricted				
General	(1,748,647)	(130,577)	126,314	(1,752,910)
Restricted	<u>(11,847)</u>	<u>-</u>	<u>-</u>	<u>(11,847)</u>
Total funds	<u>(1,760,494)</u>	<u>(130,577)</u>	<u>126,314</u>	<u>(1,764,757)</u>

Muhammadi Trust of GB & NI

Notes to the Financial Statements for the Year Ended 30 September 2020

21 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 30 September 2020 £
Tangible fixed assets	1,159,035	1,159,035
Fixed asset investments	553,188	553,188
Current assets	275,047	275,047
Current liabilities	(58,946)	(58,946)
Creditors over 1 year	(147,072)	(147,072)
Total net assets	<u>1,781,252</u>	<u>1,781,252</u>
	Unrestricted funds General £	Total funds at 30 September 2019 £
Tangible fixed assets	1,177,915	1,177,915
Fixed asset investments	554,027	554,027
Current assets	250,305	250,305
Current liabilities	(58,848)	(58,848)
Creditors over 1 year	(158,642)	(158,642)
Total net assets	<u>1,764,757</u>	<u>1,764,757</u>

22 Analysis of net funds

	At 1 October 2019 £	At 30 September 2020 £
Cash at bank and in hand	<u>57,149</u>	<u>57,149</u>
Net debt	<u>57,149</u>	<u>57,149</u>
	At 1 October 2018 £	At 30 September 2019 £
Cash at bank and in hand	<u>33,911</u>	<u>33,911</u>
Net debt	<u>33,911</u>	<u>33,911</u>

Muhammadi Trust of GB & NI

Statement of Financial Activities by fund for the Year Ended 30 September 2020

	Total Unrestricted Funds 2020 £	Total Unrestricted Funds 2019 £
Income and Endowments from:		
Donations and legacies	12,547	26,061
Investment income	44,497	47,226
Other income	58,904	57,290
Total income	115,948	130,577
Expenditure on:		
Raising funds	(34,003)	(60,096)
Charitable activities	(65,450)	(66,218)
Total expenditure	(99,453)	(126,314)
Net income	16,495	4,263
Net movement in funds	16,495	4,263
Reconciliation of funds		
Total funds brought forward	1,752,910	1,748,647
Total funds carried forward	1,769,405	1,752,910

Muhammadi Trust of GB & NI

Statement of Financial Activities by fund for the Year Ended 30 September 2020

	Total Restricted Funds 2020 £	Total Restricted Funds 2019 £
Income and Endowments from:		
Expenditure on:		
Net income/(expenditure)	-	-
Reconciliation of funds		
Total funds brought forward	<u>11,847</u>	<u>11,847</u>
Total funds carried forward	<u>11,847</u>	<u>11,847</u>

Muhammadi Trust of GB & NI

Detailed Statement of Financial Activities for the Year Ended 30 September 2020

	Total 2020 £	Total 2019 £
Income and Endowments from:		
Donations and legacies (analysed below)	12,547	26,061
Investment income (analysed below)	44,497	47,226
Other income (analysed below)	58,904	57,290
	<u>115,948</u>	<u>130,577</u>
Total income		
	<u>115,948</u>	<u>130,577</u>
Expenditure on:		
Raising funds (analysed below)	(34,003)	(60,096)
Charitable activities (analysed below)	(65,450)	(66,218)
	<u>(99,453)</u>	<u>(126,314)</u>
Total expenditure		
	<u>(99,453)</u>	<u>(126,314)</u>
Net income		
	<u>16,495</u>	<u>4,263</u>
Net movement in funds		
	16,495	4,263
Reconciliation of funds		
Total funds brought forward	1,764,757	1,760,494
Total funds carried forward	<u>1,781,252</u>	<u>1,764,757</u>

Muhammadi Trust of GB & NI

Detailed Statement of Financial Activities for the Year Ended 30 September 2020

	Total 2020 £	Total 2019 £
<i>Donations and legacies</i>		
Appeals and donations	12,547	26,061
	<u>12,547</u>	<u>26,061</u>
<i>Investment income</i>		
Income from investment properties	42,925	45,203
Income from other investments	1,572	2,023
	<u>44,497</u>	<u>47,226</u>
<i>Other income</i>		
Other income - Waadi income	46,500	45,750
Other income - Book sales	500	740
Other income - Hall bookings	11,904	10,800
	<u>58,904</u>	<u>57,290</u>
<i>Raising funds</i>		
Other fundraising costs - Waadi expenses	(10,025)	(3,044)
Other fundraising costs - Publication expenses	-	(60)
Other fundraising costs - Mujalis expenses	(10,538)	(35,792)
Opening stock	(191,520)	(212,720)
Closing stock	178,080	191,520
	<u>(34,003)</u>	<u>(60,096)</u>
<i>Charitable activities</i>		
Wages and salaries	(16,910)	(16,714)
Staff NIC (Employers)	(139)	-
Rates	(1,456)	(1,009)
Light, heat and power	(1,161)	(4,834)
Insurance	(4,643)	(3,290)
Repairs and maintenance	(7,594)	(7,376)
Telephone and fax	(1,819)	(2,356)
Office expenses	(510)	(1,378)
Computer software and maintenance costs	(300)	(817)
Printing, postage and stationery	(1)	(1,042)
Sundry expenses	-	(394)
Cleaning	(1,758)	(3,353)
Travel and subsistence	(1,177)	(572)
Accountancy fees	(3,629)	(1,709)
The audit of the charity's annual accounts	-	(1,920)
Legal and professional fees	(485)	-

This page does not form part of the statutory financial statements.

Muhammadi Trust of GB & NI

**Detailed Statement of Financial Activities for the Year Ended 30 September
2020**

	Total 2020 £	Total 2019 £
Bank charges	(903)	(674)
Loan interest	(3,246)	(2,386)
Depreciation of freehold property	(18,250)	(18,622)
Depreciation of fixtures and fittings	(100)	(118)
Depreciation of office equipment	(530)	(623)
(Gain)/loss on UK investments	<u>(839)</u>	<u>2,969</u>
	<u><u>(65,450)</u></u>	<u><u>(66,218)</u></u>