

CHARITY REGISTRATION NUMBER: 270323

The Waltham Forest Islamic Association
Financial Statements
31 March 2022

INGER & COMPANY
Accountants & statutory auditor
7 Redbridge Lane East
Redbridge, Ilford
Essex IG4 5ET

The Waltham Forest Islamic Association

Financial Statements

Year ended 31 March 2022

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The Waltham Forest Islamic Association

Trustees' Annual Report

Year ended 31 March 2022

The trustees present their report and the financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name The Waltham Forest Islamic Association

Charity registration number 270323

Principal office 439-451 Lea Bridge Road
Leyton
London
E10 7EA

The trustees

Mr M Ramzan (President)
Mr M Ilyas (General Secretary)
Mr A Ali (Treasurer)
Mr A Majid (Vice President)
Mr I Akhtar (Assistant Secretary)
Mr R Abraham (Vice Treasurer)
Mr N Ahmed
Mr M Shabbir
Mr R Habib
Mr G Ali
Mr S Butt
Mr T Mahmood
Mr A Rauf
Ch N Ahmed
Mr I Khaliq
Mr N Razwan
Mr S Hussain

Accountants Sterling Solution Limited
37 York Road
Ilford
Essex
IG1 3AD

Bankers Barclays Bank plc
278 Hoe Street
Walthamstow
London
E17 9QE

Auditors Inger & Company
7 Redbridge Lane East
Redbridge, Ilford
Essex
IG4 5ET

The Waltham Forest Islamic Association

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

Structure, governance and management

Governing Document

The charity is governed by a constitution adopted in May 1975 and last updated in August 2021. The trustees are elected for life and are ex-officio members of the management committee which is responsible for the general control and management of the charity. The trustees give their time freely and receive no remuneration or other financial benefits.

The trustees meet monthly to conduct the business of the charity. These meetings follow a formal agenda and decisions are based on a simple majority.

At the monthly meetings the trustees agree the broad strategy and areas of activity for the charity including reserves and risk management, relationships with other groups and charities and individuals, policies and performance.

Trustee induction and training

New trustees are briefed on their legal obligations under the charity law, the rules and regulations of the charity, the management committee and the decision making processes and the recent projected financial performance of the charity.

Risk Management

The trustees (and the management committee) carry out an annual review of the risks the charity may face and are satisfied that that systems are in place to monitor and control these risks to mitigate any impact they may have on the charity in the future.

The trustees (together with the management committee) have considered the major financial and other risks faced by the charity and where appropriate have enlisted the help of professional advisors to establish systems and procedures to manage those risks.

Objectives and activities

The charity exists to promote the study and practice of the Islamic faith and to advance religious education in accordance with the doctrines and practices of the Islam in the London Borough of Waltham Forest.

The charity aims to provide or make available facilities for Muslim prayer gatherings and Islamic education for children among other things.

The trustees have referred to the charity commission's guidelines on public benefit when reviewing the charity's aims and objectives and planning future activities.

The charity does not use professional fundraisers for any of its fundraising activities, nor has it or its voluntary fundraisers been subject to any undertaking to be bound by any scheme. All voluntary fundraisers have followed guideline on behaviours in the course of fund-raising activities.

Achievements and performance

The trustees are pleased to state that the charity has continued to provide a full range of religious, educational and recreational activities in fulfilment of its objectives

Financial review

The trustees are pleased to report that the net increase in funds for the year was £184,470 (2021 - £162,499) taking the accumulated funds to £9,268,918 (2021 - £9,084,448).

The Waltham Forest Islamic Association

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

Financial review *(continued)*

Reserves policy

The charity relies on donations and offerings from its members. It is recognised that donations and offerings can fluctuate from year to year. The trustees aim to ensure that the charity has sufficient resources to continue its activities and to meet its obligations and to provide for future capital expenditure. To this end, it is considered prudent that sufficient liquid funds are maintained.

Plans for future periods

The charity does not anticipate any change in its operations and expects to continue to provide a full range of religious, educational and recreational activities for the members.

The trustees expecting the charity income to grow in the coming years.

The charity has sufficient reserves at the date of approval of the financial statements to meet its liabilities as they fall due, for at least twelve months from the date of approval of the financial statements.

Trustees' responsibilities statement

The trustees are responsible for preparing the trustees' 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 trustees are 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 trustees are 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 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 Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Waltham Forest Islamic Association

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

The trustees' annual report was approved on 1st MARCH 2023 and signed on behalf of the board of trustees by:



Mr M Ilyas (General Secretary)
Trustee



Mr A Ali (Treasurer)
Trustee



Mr A Majid (Vice President)
Trustee



Mr R Abraham (Vice Treasurer)
Trustee

The Waltham Forest Islamic Association

Independent Auditor's Report to the Members of The Waltham Forest Islamic Association

Year ended 31 March 2022

Opinion

We have audited the financial statements of The Waltham Forest Islamic Association (the 'charity') for the year ended 31 March 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 31 March 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 trustees' 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 trustees with respect to going concern are described in the relevant sections of this report.

The Waltham Forest Islamic Association

Independent Auditor's Report to the Members of The Waltham Forest Islamic Association *(continued)*

Year ended 31 March 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 trustees are 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 trustees' 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 trustees' 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 trustees

As explained more fully in the trustees' responsibilities statement, the trustees are 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 trustees determine 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 trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

The Waltham Forest Islamic Association

Independent Auditor's Report to the Members of The Waltham Forest Islamic Association *(continued)*

Year ended 31 March 2022

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect hereunder.

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 identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these among 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 gained an understanding of the legal and regulatory framework applicable to the charity operates and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to a material effect in the financial statements or the operations of the charity, including, but not limited to, the Charities Act 2011, Charities (Accounts and Reports Regulations) and the Charities SORP (FRS 102), data protection and anti-money laundering. Our tests included agreeing the financial statement disclosures to underlying supporting documentation and enquiries with management. There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to irregularities, including fraud. As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

The Waltham Forest Islamic Association

Independent Auditor's Report to the Members of The Waltham Forest Islamic Association *(continued)*

Year ended 31 March 2022

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.

Inger & Company

Inger & Company
Accountants & statutory auditor
7 Redbridge Lane East
Redbridge, Ilford
Essex IG4 5ET

9 March 2023

The Waltham Forest Islamic Association

Statement of Financial Activities

Year ended 31 March 2022

		2022	2021
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	414,326	289,922
Charitable activities	5	—	5,000
Investment income	6	93,651	86,440
Total income		<u>507,977</u>	<u>381,362</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	7	317,413	213,483
Expenditure on charitable activities	8,9	6,094	5,380
Total expenditure		<u>323,507</u>	<u>218,863</u>
Net income		<u>184,470</u>	<u>162,499</u>
Other recognised gains and losses			
Gains from revaluation of fixed assets		—	1,296,137
Net movement in funds		184,470	1,458,636
Reconciliation of funds			
Total funds brought forward		9,084,448	7,625,812
Total funds carried forward		<u>9,268,918</u>	<u>9,084,448</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 19 form part of these financial statements.

The Waltham Forest Islamic Association

Statement of Financial Position

31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	13	8,872,227	8,867,271
Current assets			
Stocks	14	1,320	1,560
Debtors	15	2,500	2,500
Cash at bank and in hand		543,537	397,348
		547,357	401,408
Creditors: amounts falling due within one year	16	33,366	40,931
Net current assets		513,991	360,477
Total assets less current liabilities		9,386,218	9,227,748
Creditors: amounts falling due after more than one year	17	117,300	143,300
Net assets		9,268,918	9,084,448
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		4,512,202	4,512,202
Other unrestricted income funds		4,756,716	4,572,246
Total unrestricted funds		9,268,918	9,084,448
Total charity funds	20	9,268,918	9,084,448

These financial statements were approved by the board of trustees and authorised for issue on 1st MARCH 2023, and are signed on behalf of the board by:



Mr M Ilyas (General Secretary)
Trustee



Mr A Ali (Treasurer)
Trustee



Mr A Majid (Vice President)
Trustee



Mr R Abraham (Vice Treasurer)
Trustee

The notes on pages 12 to 19 form part of these financial statements.

The Waltham Forest Islamic Association

Statement of Cash Flows

Year ended 31 March 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	184,470	162,499
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	10,538	10,808
Government grant income	(7,873)	(58,827)
Dividends, interest and rents from investments	(93,649)	(86,440)
Other interest receivable and similar income	(2)	—
Accrued expenses	1,992	8,879
<i>Changes in:</i>		
Stocks	240	1,090
Trade and other debtors	—	(800)
Trade and other creditors	(35,557)	95,789
Cash generated from operations	60,159	132,998
Interest received	2	—
Net cash from operating activities	<u>60,161</u>	<u>132,998</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	93,649	86,440
Purchase of tangible assets	(15,494)	(15,716)
Net cash from investing activities	<u>78,155</u>	<u>70,724</u>
Cash flows from financing activities		
Proceeds from borrowings	—	(223,300)
Government grant income	7,873	58,827
Net cash from/(used in) financing activities	<u>7,873</u>	<u>(164,473)</u>
Net increase in cash and cash equivalents	146,189	39,249
Cash and cash equivalents at beginning of year	397,348	358,099
Cash and cash equivalents at end of year	<u>543,537</u>	<u>397,348</u>

The notes on pages 12 to 19 form part of these financial statements.

The Waltham Forest Islamic Association

Notes to the Financial Statements

Year ended 31 March 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 439-451 Lea Bridge Road, Leyton, London, E10 7EA.

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.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Waltham Forest Islamic Association

Notes to the Financial Statements *(continued)*

Year ended 31 March 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.

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.

The Waltham Forest Islamic Association

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Tangible assets *(continued)*

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	- 10% reducing balance
Fixtures and fittings	- 10% reducing balance
Motor vehicles	- 10% reducing balance
Equipment	- 10% reducing balance

No depreciation is charged in respect of the mosque and ancillary buildings. The trustees consider that the properties are maintained to such a high standard that any depreciation charge would be immaterial. The trustees undertake an annual impairment review to ensure that there is no material impairment and that the carrying value is reasonable.

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.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

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.

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.

The Waltham Forest Islamic Association

Notes to the Financial Statements *(continued)*

Year ended 31 March 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 £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
General donations	160,122	160,122	107,631	107,631
Grove Road collection	76,637	76,637	9,444	9,444
Funeral receipts	45,275	45,275	65,920	65,920
Nikkah donations	3,715	3,715	2,170	2,170
Kitchen donations	12,357	12,357	—	—
Education income	37,166	37,166	—	—
Radio income	2,305	2,305	2,080	2,080
Other donations received	68,876	68,876	43,850	43,850
Grants				
Government grant income	7,873	7,873	58,827	58,827
	<u>414,326</u>	<u>414,326</u>	<u>289,922</u>	<u>289,922</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Other income	—	—	5,000	5,000

6. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	93,649	93,649	86,440	86,440
Bank interest receivable	2	2	—	—
	<u>93,651</u>	<u>93,651</u>	<u>86,440</u>	<u>86,440</u>

The Waltham Forest Islamic Association

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

7. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies				
– Operational costs	253,670	253,670	210,232	210,232
Costs of raising donations and legacies				
– Advertising	326	326	149	149
Costs of raising donations and legacies				
– Donations paid	61,938	61,938	2,410	2,410
Costs of raising donations and legacies				
– Bank charges	1,479	1,479	692	692
	<u>317,413</u>	<u>317,413</u>	<u>213,483</u>	<u>213,483</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Support costs	<u>6,094</u>	<u>6,094</u>	<u>5,380</u>	<u>5,380</u>

9. Expenditure on charitable activities by activity type

	Support costs £	Total funds 2022 £	Total fund 2021 £
Governance costs	<u>6,094</u>	<u>6,094</u>	<u>5,380</u>

10. Net income

Net income is stated after charging/(crediting):		
	2022	2021
	£	£
Depreciation of tangible fixed assets	<u>10,538</u>	<u>10,808</u>

11. Staff costs

The average head count of employees during the year was 6 (2021: 5).

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

12. Trustee remuneration and expenses

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

The Waltham Forest Islamic Association

Notes to the Financial Statements (continued)

Year ended 31 March 2022

13. Tangible fixed assets

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
Cost						
At 1 Apr 2021	8,770,000	195,087	30,734	48,450	–	9,044,271
Additions	7,381	4,805	708	–	2,600	15,494
At 31 Mar 2022	8,777,381	199,892	31,442	48,450	2,600	9,059,765
Depreciation						
At 1 Apr 2021	–	140,387	13,821	22,792	–	177,000
Charge for the year	–	5,950	1,762	2,566	260	10,538
At 31 Mar 2022	–	146,337	15,583	25,358	260	187,538
Carrying amount						
At 31 Mar 2022	8,777,381	53,555	15,859	23,092	2,340	8,872,227
At 31 Mar 2021	8,770,000	54,700	16,913	25,658	–	8,867,271

Freehold property includes investment properties valued at £2,777,381 (2021 - £2,770,000). The charity's investment properties were revalued on a fair value basis by the trustees on 31 March 2022.

14. Stocks

	2022 £	2021 £
Funeral boxes and funeral related items	1,320	1,560

15. Debtors

	2022 £	2021 £
Rent receivable	2,500	2,500

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	10,871	8,879
Social security and other taxes	3,359	3,702
Sadqa zakat payable	10,949	21,277
Education payable	4,317	–
Other creditors	3,870	7,073
	33,366	40,931

The Waltham Forest Islamic Association

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

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

	2022	2021
	£	£
Qarz e Hasna	<u>117,300</u>	<u>143,300</u>

Qarz-e-Hasna represents interest free loans with no fixed repayment terms.

18. 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 £3,291 (2021: £520).

19. 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>7,873</u>	<u>58,827</u>

20. Analysis of charitable funds

Unrestricted funds

	At 1 April 2021	Income	Expenditure	Gains and losses	At 31 March 2022
	£	£	£	£	£
General funds	4,572,246	507,977	(323,507)	—	4,756,716
Revaluation reserve	4,512,202	—	—	—	4,512,202
	<u>9,084,448</u>	<u>507,977</u>	<u>(323,507)</u>	<u>—</u>	<u>9,268,918</u>

	At 1 April 2020	Income	Expenditure	Gains and losses	At 31 March 2021
	£	£	£	£	£
General funds	4,409,747	381,362	(218,863)	—	4,572,246
Revaluation reserve	3,216,065	—	—	1,296,137	4,512,202
	<u>7,625,812</u>	<u>381,362</u>	<u>(218,863)</u>	<u>1,296,137</u>	<u>9,084,448</u>

The Waltham Forest Islamic Association

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

21. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	8,872,227	8,872,227
Current assets	547,357	547,357
Creditors less than 1 year	(33,366)	(33,366)
Creditors greater than 1 year	(117,300)	(117,300)
Net assets	9,268,918	9,268,918

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	8,867,271	8,867,271
Current assets	401,408	401,408
Creditors less than 1 year	(40,931)	(40,931)
Creditors greater than 1 year	(143,300)	(143,300)
Net assets	9,084,448	9,084,448

22. Analysis of changes in net debt

	At 1 Apr 2021	Cash flows	At 31 Mar 2022
	£	£	£
Cash at bank and in hand	<u>397,348</u>	<u>146,189</u>	<u>543,537</u>