

**REGISTERED CHARITY NUMBER: 271680**

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023  
FOR  
MUSLIM WELFARE HOUSE**

Prestons & Jacksons Partnership LLP  
364 - 368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

# **MUSLIM WELFARE HOUSE**

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**MUSLIM WELFARE HOUSE**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

The trustees present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of 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 2019).

**OBJECTIVES AND ACTIVITIES**

**Mission Statement**

To provide best practice social, educational and training centres sensitive and complimentary to cultural diversity, geared to fulfilling the needs of marginalised and ethnic communities in line with our dedication to serving the community across the UK.

**PUBLIC BENEFIT**

**Aims**

- To look after Muslim community - accommodating their educational, social and welfare needs, with a focus
- To help promote awareness and understanding of Islamic beliefs, practices and culture-linking with mainstream providers and other; including voluntary, organisations to facilitate better mutual understanding and provision
- To work positively for the Muslim community's participation in society - by particularly encouraging socially excluded communities to improve their quality of life by assessing mainstream opportunities in education, employment and training.

The trustees confirmed they have had regard to the Charity Commissions guide on public benefit.

**Use of Properties for other Charitable Purposes**

Muslim Welfare House has made a number of its properties available to local communities free of charge for the use of education, social and other related activities. The sole purpose for providing this facility is to spread Muslim Welfare House's values across the country.

**FINANCIAL REVIEW**

**Reserves policy**

Muslim Welfare House aims to ensure that sufficient funds are available to meet obligations in emergencies and also to ensure that operations are not affected due to any absence of funds. Due to the tireless work of the CEO, staff, Trustees and volunteers, we have enough funds to maintain and sustain our activities and services. Reserves policy is to cover six months expenses. The trust has sufficient reserves to cover these expenses. Trustees are confident that all of the net assets of the Trust will be transferred to the Incorporated charity in the near future.

Muslim Welfare House's various assets and properties are used as a form of reserves in case of emergencies.

**Financial Performance and Achievements:**

The trust's activities are managed by Muslim Welfare House Limited, the company, an incorporated charity limited by guarantee.

The trust has been able to support its objectives from the income it receives.

**MUSLIM WELFARE HOUSE**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity. Muslim Welfare House is constituted under a trust deed dated 07 October 1975 and registered with Charity Commission in July 1976 (Charity No: 271680). MWH has changed its status by creating a new charitable company by Guarantee; the company No (04041294) and the trust No (1149833). It is planned that the Charitable Company will replace the charitable trust by end of next accounting period.

**Recruitment and appointment of new trustees**

The existing Board of Trustees is responsible for the recruitment of new Trustees. The appointment process also includes taking account of the recommendations and views of community leaders. This approach ensures that Trustees are respected by the community and foster good relations between the Mosque and the people of the local community.

In seeking new Trustees, Muslim Welfare House seeks to identify people who regularly attend events and functions organised by Muslim Welfare House and are willing to volunteer to help broader community work.

**Organisational structure**

The Trustees are responsible for the general control and management of the charity. The Trustees do not charge for any of their time spent in dealing with management and control. One of these Trustees also serves as a chairman who is committed to dedicate more time to the organisation mainly dealing with current and future strategies and media. The Trustees appoint a CEO who is responsible for all the operations and activities within the organisation. The CEO's position is very important for this organisation as he does not only deal with the issues within the organisation but also deals with community outside and various external bodies.

The CEO keeps regular contact with the Trustees updating them on day to day affairs of the organisation. The Trustees hold regular meetings where the CEO again updates them on organisation's performance, limitations and problems the organisation may have. The day to day management is undertaken by the Incorporated Charity.

**Induction and training of new trustees**

Trustees are introduced to their new role upon their appointment. The resources available at Charity Commission's website are introduced to them so that they can familiarise themselves in relation to their duties and responsibilities as well as MWH policies and procedures.

**Risk management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The Trustees regularly review the major strategic, business and operational risks which the charity faces and established a system of regular reporting in order to lessen these risks.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

271680

**Principal address**

233 Seven Sisters Road  
London  
N4 2DA

**MUSLIM WELFARE HOUSE**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2023**

**Trustees**

Mr Hassan Yousef Mahmoud  
Mr Riyadh Al-Rawi  
Mr Mohamed Haj  
Mr Ali Boudjatat  
Mr Abdullah Adnan Saif  
Mr Abdullah Ahmed Abdul-Majeed Abdulsamei  
Mr Osman Yusuf Hagi Ahmed  
Mr Obada Mohammad Sawalha

**Chief Executive Officer**

Mr T.Kacimi

Approved by order of the board of trustees on ...13/12/2023... and signed on its behalf by:

*H.Y. Mahmoud*

Trustee : Mr H.Y Mahmoud

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
MUSLIM WELFARE HOUSE**

**Independent examiner's report to the trustees of Muslim Welfare House**

I report to the charity trustees on my examination of the accounts of Muslim Welfare House (the Trust) for the year ended 31 March 2023.

**Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

**Independent examiner's statement**

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

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

A. PATEL

Anwer Patel BA(Hons) BFP FCA

Prestons & Jacksons Partnership LLP  
364 - 368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

Date: ..... 21/12/23 .....

# MUSLIM WELFARE HOUSE

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	-	-	-	5,314
<b>Charitable activities</b>	3				
Rent		-	-	-	2,100
<b>Total</b>		-	-	-	7,414
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	4				
Mosque and community		13,749	2,885	16,634	16,634
Donations to other charity		220,000	-	220,000	7,414
<b>Total</b>		233,749	2,885	236,634	24,048
Net gains on investments		55,480	-	55,480	-
<b>NET INCOME/(EXPENDITURE)</b>		(178,269)	(2,885)	(181,154)	(16,634)
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		1,357,227	116,273	1,473,500	1,490,134
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>1,178,958</b>	<b>113,388</b>	<b>1,292,346</b>	<b>1,473,500</b>

The notes form part of these financial statements

# MUSLIM WELFARE HOUSE

## BALANCE SHEET 31 MARCH 2023

	Notes	31.3.23 £	31.3.22 £
<b>FIXED ASSETS</b>			
Tangible assets	9	1,292,346	1,308,980
Investment property	10	-	164,520
		<u>1,292,346</u>	<u>1,473,500</u>
<b>CURRENT ASSETS</b>			
Debtors	11	220,000	-
<b>CREDITORS</b>			
Amounts falling due within one year	12	(220,000)	-
		<u>-</u>	<u>-</u>
<b>NET CURRENT ASSETS</b>		<u>-</u>	<u>-</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,292,346</u>	<u>1,473,500</u>
<b>NET ASSETS</b>		<u><u>1,292,346</u></u>	<u><u>1,473,500</u></u>

The notes form part of these financial statements



# MUSLIM WELFARE HOUSE

## BALANCE SHEET - continued 31 MARCH 2023

<b>FUNDS</b>	14		
Unrestricted funds:			
General fund		543,100	721,369
Revaluation Reserve		635,858	635,858
		<u>1,178,958</u>	<u>1,357,227</u>
Restricted funds:			
Restricted		113,388	116,273
<b>TOTAL FUNDS</b>		<u>1,292,346</u>	<u>1,473,500</u>

The financial statements were approved by the Board of Trustees and authorised for issue on  
...13...112/...2,023..... and were signed on its behalf by:

H. Y. Mahmoud

Trustee

Trustee

The notes form part of these financial statements

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

### 1. ACCOUNTING POLICIES

#### **Basis of preparation and assessment of going concern**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

#### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donations, are recognised when the Trust has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Rental income is included when receivable and the amount can be measured reliably by the charity.

#### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

#### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on building cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Land is not being depreciated.

Tangible fixed assets are stated at historical cost/ or on a revaluation basis (deemed costs for Land and Building) less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

#### **Investment properties**

Investment properties are shown at fair value valuation. Any aggregate surplus or deficit arising from changes in fair value are transferred to the SOFA.

#### **Taxation**

The charity is exempt from tax on its charitable activities.

## MUSLIM WELFARE HOUSE

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

#### 1. ACCOUNTING POLICIES - continued

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

##### **Debtors**

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

##### **Creditors**

Basic financial liabilities, including trade and other creditors, loans from third parties and loans from related parties, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

##### **Related Party**

The charity discloses related party transactions in the notes to the financial statements. Related parties are parties under common control and ownership per the definitions in the standard.

#### 2. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations	-	5,314

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 3. INCOME FROM CHARITABLE ACTIVITIES

		31.3.23	31.3.22
	Activity	£	£
Rent	Rent	-	2,100
		<u>          </u>	<u>          </u>

### 4. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 5)	Totals
	£	£	£
Mosque and community	-	16,634	16,634
Donations to other charity	220,000	-	220,000
	<u>220,000</u>	<u>16,634</u>	<u>236,634</u>

### 5. SUPPORT COSTS

	Manageme
	£
Mosque and community	16,634
	<u>          </u>

Support costs, included in the above, are as follows:

	31.3.23	31.3.22
	Mosque and community	Total activities
	£	£
Depreciation of tangible assets	16,634	16,634
	<u>          </u>	<u>          </u>

### 6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES 31.3.22

	Unrestricted funds £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	5,314	-	5,314
<b>Charitable activities</b>			
Rent	2,100	-	2,100
<b>Total</b>	<u>7,414</u>	<u>-</u>	<u>7,414</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Mosque and community	13,749	2,885	16,634
Donations to other charity	7,414	-	7,414
<b>Total</b>	<u>21,163</u>	<u>2,885</u>	<u>24,048</u>
<b>NET INCOME/(EXPENDITURE)</b>	(13,749)	(2,885)	(16,634)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	1,370,976	119,158	1,490,134
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>1,357,227</u>	<u>116,273</u>	<u>1,473,500</u>

### 8. KEY MANAGEMENT PERSONNEL

The Trust considers, the board of trustees and the Chief Executive Officer as key management personal.

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 9. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>				
At 1 April 2022 and 31 March 2023	<u>1,458,056</u>	<u>74,271</u>	<u>33,714</u>	<u>1,566,041</u>
<b>DEPRECIATION</b>				
At 1 April 2022	149,076	74,271	33,714	257,061
Freehold property depreciation	<u>16,634</u>	-	-	<u>16,634</u>
At 31 March 2023	<u>165,710</u>	<u>74,271</u>	<u>33,714</u>	<u>273,695</u>
<b>NET BOOK VALUE</b>				
At 31 March 2023	<u>1,292,346</u>	-	-	<u>1,292,346</u>
At 31 March 2022	<u>1,308,980</u>	-	-	<u>1,308,980</u>

Included in cost or valuation of land and buildings is freehold land of £792,813 (2022: £792,813) which is not depreciated.

Included in cost or valuation of land and buildings is £620,438 (2022: £620,438) which relates to revaluation of the properties in 2012. This has been shown in the revaluation reserve.

<b>Land and Building</b>	<b>£</b>
Original Cost	258,562
Revaluation -2012	<u>620,438</u>
Deemed cost 31.03.21	<u>879,000</u>
<b>Value of Land 31.03.2022</b>	<u><b>792,813</b></u>
<b>Value of Land 31.03.2021</b>	<b>792,813</b>

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 10. INVESTMENT PROPERTY

	£
<b>FAIR VALUE</b>	
At 1 April 2022	164,520
Disposals	(164,520)
	<hr/>
At 31 March 2023	-
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 March 2023	-
	<hr/>
At 31 March 2022	164,520
	<hr/>

The investment properties are stated at their fair value determined by trustees. The Trustees reviewed the activities undertaken in the various properties. They reclassified those that undertook charitable activities from Investment Properties to Land and Building fixed assets.

### 11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Other debtors	220,000	-
	<hr/>	<hr/>

### 12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Other creditors	220,000	-
	<hr/>	<hr/>

All the above are shown at amortised costs.

### 13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds	Restricted fund	31.3.23 Total funds	31.3.22 Total funds
	£	£	£	£
Fixed assets	1,178,958	113,388	1,292,346	1,308,980
Investments	-	-	-	164,520
Current assets	220,000	-	220,000	-
Current liabilities	(220,000)	-	(220,000)	-
	<hr/>	<hr/>	<hr/>	<hr/>
	1,178,958	113,388	1,292,346	1,473,500
	<hr/>	<hr/>	<hr/>	<hr/>

The restricted fund relate to the fixed assets.

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 14. MOVEMENT IN FUNDS

	At 1/4/22 £	Net movement in funds £	At 31/3/23 £
<b>Unrestricted funds</b>			
General fund	721,369	(178,269)	543,100
Revaluation Reserve	635,858	-	635,858
	<u>1,357,227</u>	<u>(178,269)</u>	<u>1,178,958</u>
<b>Restricted funds</b>			
Restricted	116,273	(2,885)	113,388
	<u>116,273</u>	<u>(2,885)</u>	<u>113,388</u>
<b>TOTAL FUNDS</b>	<u><u>1,473,500</u></u>	<u><u>(181,154)</u></u>	<u><u>1,292,346</u></u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	-	(233,749)	55,480	(178,269)
<b>Restricted funds</b>				
Restricted	-	(2,885)	-	(2,885)
	<u>-</u>	<u>(236,634)</u>	<u>55,480</u>	<u>(181,154)</u>
<b>TOTAL FUNDS</b>	<u><u>-</u></u>	<u><u>(236,634)</u></u>	<u><u>55,480</u></u>	<u><u>(181,154)</u></u>

### Comparatives for movement in funds

	At 1/4/21 £	Net movement in funds £	At 31/3/22 £
<b>Unrestricted funds</b>			
General fund	735,118	(13,749)	721,369
Revaluation Reserve	635,858	-	635,858
	<u>1,370,976</u>	<u>(13,749)</u>	<u>1,357,227</u>
<b>Restricted funds</b>			
Restricted	119,158	(2,885)	116,273
	<u>119,158</u>	<u>(2,885)</u>	<u>116,273</u>
<b>TOTAL FUNDS</b>	<u><u>1,490,134</u></u>	<u><u>(16,634)</u></u>	<u><u>1,473,500</u></u>



## MUSLIM WELFARE HOUSE

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

#### 14. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	7,414	(21,163)	(13,749)
<b>Restricted funds</b>			
Restricted	-	(2,885)	(2,885)
<b>TOTAL FUNDS</b>	<u>7,414</u>	<u>(24,048)</u>	<u>(16,634)</u>

#### 15. RELATED PARTY DISCLOSURES

The Trust is related to Muslim Welfare House, a charitable company limited by Guarantee. The trustees are the same for both charities. During the year, the Trust donated rental income receipts 2023 Nil (2022: Nil) and donations to the incorporated charity 2023 £220,000 (2022: Nil). Further, salary of the CEO of the Trust is processed has by Muslim Welfare House Limited as he represent both entities.

# MUSLIM WELFARE HOUSE

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	31.3.23 £	31.3.22 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	-	5,314
<b>Charitable activities</b>		
Rent	-	2,100
<b>Total incoming resources</b>	-	7,414
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Donations to other charities	220,000	7,414
<b>Support costs</b>		
<b>Management</b>		
Depreciation - Freehold	16,634	16,634
<b>Total resources expended</b>	236,634	24,048
<b>Net expenditure before gains and losses</b>	(236,634)	(16,634)
<b>Realised recognised gains and losses</b>		
Realised gains/(losses) on fixed asset investments	55,480	-
<b>Net expenditure</b>	<u>(181,154)</u>	<u>(16,634)</u>

This page does not form part of the statutory financial statements