

**THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF
PETERBOROUGH**

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF
PETERBOROUGH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr S Ebrahim Mr A Walji Mr A Salehi Mr N Virji	
Charity number	273130	
Principal address	2-8 Burton Street Peterborough Cambridgeshire PE1 5HD	
Auditor	Deitch Cooper LLP 1 st Floor, 3 Hobbs House Harrovia Business Village Bessborough Road Harrow Middlesex HA1 3EX	
Bankers	Barclays Bank PLC 1 Church Street Peterborough PE2 8DP	
Solicitors	Hunt & Coombs LLP 35 Thorpe Road Peterborough Cambridgeshire PE3 6AG	
Office bearers	Rizwan Rahemtulla Abbas Manji Mohamed Abbas Karim Shozeali Ebrahim Imtiazali Bhimani	President Vice president Secretary Assistant Secretary Assistant treasurer
Elected members Management committee	Abbasali Husseinaly Damani Maisam Husseinaly Damani Shokat Bhalwani Murtaza Ramzan Walji Shabbir Sadak Mohamed Siddiq Jaffer	Shia Sports Education HVC/Kitchen Maintenance Madrasah Youth
Nominated - Management committee	Dr Azher Rizvi	Medical

**THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF
PETERBOROUGH**

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THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The Trustees present their report and the consolidated financial statements for the year ended 31 March 2023. The legal and administrative information page forms a part of this report.

Objectives and activities for the public benefit

The Trustees have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

The principal objective of the charity is to advance the Islamic Religion in accordance with the Shia Ithna-Asheri Jafferi faith, by all or any of the following means:

- a) Propagate and promote the religious, social, educational and humanitarian teachings of the Shia Ithna-Asheri Jafferi faith as per the rulings of the Marja, recognised by our community at large.
- b) To buy, rent, build and maintain centres, mosques and such other infrastructure as may be necessary from time to time for the furtherance of the Objects of The Community.
- c) To facilitate, maintain and develop the worship and practice of the Shia Ithna-Asheri Jafferi faith.
- d) To raise funds and invite and receive contributions from any person(s), organisation(s), or institution(s) whatsoever by way of subscription, donations or otherwise, provided that The Community shall not undertake any permanent trading activities in raising funds for its charitable objects.
- e) To relieve poverty within and outside The Community.
- f) To educate members of The Community in both secular and religious fields.
- g) To promote health and wellbeing of The Community.
- h) To work in co-operation with other Shia Ithna-Asheri Muslim Communities and other charitable organisations.
- i) To educate and further understand Khoja heritage, history, culture and its principles in order to pass such understanding down to successive generations.
- j) Promoting knowledge and mutual understanding between the Khoja Shia Ithna-Asheri Community and different racial and cultural groups.
- k) To handle and manage at its own discretion, but in accordance with English Law, such charitable trusts of Members, that has been handed over to The Community for their management.
- l) To perform marriage ceremonies and burial rites in accordance with the Shia Ithna-Asheri Jafferi faith.
- m) To do all such other things as shall further the above mentioned objects.

The charity focuses primarily on its religious activities but is supported in its objectives by its fellow group companies.

- The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation – This is an investment holding company and owns most of the investment properties held by the group.
 - 313 Project Ltd - The company's objective is to complete the Al-Qaeem project and any profits earned by the company will be donated to the charity.
 - 313 Trust Corporation Ltd – This is an investment holding company and owns an investment property held by the group.
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THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance

The Trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary guidance on the advancement of religion for the benefit of the public.

The charity provides facilities for observing the important events in the Shia calendar.

- a) There are approximately 125 days of importance in the calendar which are marked by observations with special functions in the Mosque. These include the fasting month of Mahe Ramadhaan and the mourning month of Mahe Muharram.
 - b) Daily prayer facilities (congregation and individual) are held three times a day throughout the year.
 - c) Facilities are provided for Juma prayers every Friday where participants include the wider Muslim community.
 - d) Welfare support for families in poverty (with the assistance of the Council of European Jamaats and The World Federation of Khoja Shia Ithna-Asheri Muslim Communities).
 - e) Facilitating, hosting and organising weddings and funerals.
 - f) Hosting Youth programmes incorporating sports, debates, quizzes, etc.
 - g) Providing education facilities including Husaini Madrasah.
 - h) Hosting Inter-Faith activities for those of other faiths or no faith.
 - i) Supporting Ladies and Gents' Senior Citizen groups to cater for their physical, emotional and religious needs.
 - j) Hosting of various programmes specifically catering for the ladies of the community.
 - k) Supporting the Youth and English Lecture Committee to organise programmes specifically catering for the youth of the community.
 - l) Provide training to ensure compliance (e.g. Safeguarding of Children in Madrasah, First Aid at Work, etc.)
 - m) Provide Safeguarding and Emotional Support to those in need.
 - n) Attendance and affiliation to City-wide organisations (e.g. Muslim Council of Peterborough, Joint Muslims Council, Peterborough Inter-faith Council, Children & Education Scrutiny Panel, etc.).
 - o) Provide seminars to increase the awareness of medical issues pertaining to the needs of the community and educate the community in combating them.
 - p) Working with Partner Agencies to help both the homeless and those in need (e.g. Husaini Soup Kitchen).
 - q) During 2016, the charity incorporated 313 Project Ltd. The company was set up to take over and complete the Al-Qaeem project which had been commenced by the charity at the point where the contractors had failed to meet their obligations under the construction contract. The company's objective is to complete the project and any profits earned annually by the company will be donated back to the charity. The construction project was fully completed during the period. The financial position at 31 March 2023 and results for the year then ended of 313 Project Ltd are consolidated in these financial statements.
 - r) The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation and 313 Trust Corporation Ltd are investment property holding companies controlled by the charity for the benefit of the charity and for no other purpose. The investment properties held by these companies were revalued during the period. In addition, The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation purchased an investment property for £146,446 for the benefit of the community. The financial position at 31 March 2023 and results for the year then ended of both subsidiaries are consolidated in these financial statements.
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THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Financial review

The results for the year are shown on pages 9 to 12. The consolidated statement of financial activities shows the income and the expenditure analysed between different activities conducted by the group. In order to provide a better understanding of the activities undertaken, a summary of the activities is included.

The Statement of Financial Activities shows how the group's funds have been applied during the year. The gross receipts of the group were £602,103 (2022: £431,077). Donations directly relating to the principal activities amounted to £318,583 (2022: £241,791). During the year, the value of the investment properties increased by £233,554 (2022: £275,000). The group has achieved an overall net income for the year of £350,376 (2022: £361,534). Total funds of £8,354,046 (2022: £8,003,670) have been carried forward to forthcoming years, including £261,908 (2022: £3,295,833) of restricted funds. The purposes of these restricted funds are set out in the notes to the final statements.

Reserves policy

The perpetual nature of the charity's existence means that it will never cease to exist and therefore reserves are carried forward at the end of each financial year. The Trustees and the management committee aim to maintain unrestricted reserves at a level which equates approximately to three months of its unrestricted charitable expenditure, which amounts to £50,000. It is in the Trustees and the management committee views that this level is sufficient to respond to an unexpected level of expenditure as well as finance other recurring expenditure. The Trustees and management committee are not remunerated. The restricted funds all relate to items where the donors have specified its intended use or recipient. Where deficit occur on the restricted funds, the Trustees would normally use the unrestricted funds to disburse them.

Investment policy

The assets of the parent charity are held in the nominee name of the Trustees as required by law. The constitution authorises the Trustees to make further capital investments in furtherance of the charity's objectives. All but one of the investment properties owned by the group are held in the names of the group companies limited by guarantee and are consolidated in these financial statements.

Risk management

The Trustees recognise that effective risk management is essential in achieving the Charity's and group's objectives. Risk management is considered as an integral element of all decision making and identifying appropriate procedures to ensure that risk levels are acceptable in each case. The Trustees believe that it is important to develop and enhance the approach towards risk management, to ensure it remains fit for purpose. The group will formalise its risk management and create a risk register which will be reviewed on regular basis.

The Trustees have considered the potential impact of the coronavirus, and the various measures taken to contain it, on the operations of the Charity.

No immediate concerns in relation to the Charity's long term future have been identified but this area continues to be monitored.

The Trustees are satisfied that the steps they have taken in the short term are appropriate and effective.

Future plans

In addition to the objectives outlined above, the group has additional objectives over the forthcoming 12 months period:

- to continue renovation and refurbishment of the Mosque buildings.
- to identify suitable investment opportunities for the charity.
- to increase on-site programmes and activities, subject to social distancing measures if necessary.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Structure, governance and management

The charity is an unincorporated charity formed under a constitution under a deed dated 2 June 1977 as amended on 11 November 2012 and 6 September 2013. It has been registered with the Charity Commission under reference 273130. The charity also controls three companies. These companies are as follows:

- The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation – Investment holding company.
- 313 Project Ltd – Project Management for the Al-Qaeem project.
- 313 Trust Corporation Ltd – Investment holding company.

The Trustees who served during the year and up to the date of the approval of the financial statements were:

Mr S Ebrahim

Mr A Walji

Mr A Salehi

Mr N Virji

Recruitment of new trustees:

In accordance with the constitution, the Trustees are elected at the Biennial General Meeting of the Community and shall hold office for four (4) years. Trustees may not hold office for more than two (2) consecutive terms (eight (8) years).

Any potential new Trustee is already familiar with charities and when appointed as a new Trustee has a full induction to the business of MKSIC Peterborough and its assets.

The charity is managed by the management committee who are elected at the Biennial General Meeting.

The management of the community is undertaken by the Management Committee which comprises of 17 members who administer the charity.

Connected charities

The charity has a close relationship with The Council of European Jamaats (COEJ) which is member of The World Federation of Khoja Shia Ithna-Asheri Muslim Communities, a UK registered charity, number 282303. MKSIC Peterborough collects funds on behalf of COEJ which is the European body that channels donations and contributions to worthwhile causes and calamities throughout Europe and on to the World Federation for international causes.

Appreciation

The charity relies heavily on services of volunteers. The Trustees wish to thank the Jamaat staff and all the volunteers for their unstinting hard work during the financial year and their on-going efforts in the daily administration of numerous areas of work we do.

The Trustees also wish to acknowledge the immense quantity of high-quality work undertaken by staff, officers and volunteers in helping to achieve and deliver the charitable objectives of the charity.

We would like to recognise the passing of a long-standing active volunteer and Treasurer of the community, Brother Ramzan Walji. He worked tirelessly over the years in various capacities as a volunteer, including preparing and presenting the accounts of the charity.

This year, the accounts have been prepared by volunteers to help the year-end process and we would recommend the incoming team and its Treasurer to review and evaluate systems and procedures currently in place, with a view to improving current systems and utilise technology, which will produce reports effectively and efficiently.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the accounts 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 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 year.

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 (FRS102);
- 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 operation.

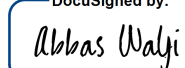
The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and the group and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 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.

Statement of disclosure to auditor

- a) So far as each Trustee is aware, there is no relevant audit information (information needed by the auditors in connection with preparing their report) of which the company's auditors are unaware; and
- b) Each Trustee has taken all the steps that they ought to have taken as a Trustee in order to make themselves aware of all relevant audit information and to establish that the auditors are aware of that information.

The Trustees' report was approved by the Board of Trustees.

Mr A Walji
Trustee

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23 September 2023

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

Opinion

We have audited the financial statements of The Muslim Khoja Shia Ithna-Asheri Community of Peterborough (the 'charity') and its group for the year ended 31 March 2023, which comprises the consolidated statement of financial activities, the consolidated statement of financial position, the statement of financial position, the consolidated statement of cash flows, and the notes to the financial statements, including 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 group's and charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- 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 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.

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 contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient 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 statement of Trustees' responsibilities, 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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- we identified the laws and regulations applicable to the charity and the group through discussions with management and from our knowledge and experience of the sector and activities of the charity; and
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities (Accounts and Reports) Regulations 2008 and the Charities Act 2011; and
- we assessed the extent of compliance with the laws and regulations identified through making enquiries of management and inspecting documentation; and
- we identified laws and regulations which were communicated within the audit team and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the financial statements to material misstatements including obtaining an understanding of how fraud might occur by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

Auditor's responsibilities for the audit of the financial statements (continued)

To address the risk of fraud through management bias and override of controls we performed the following procedures:

- we performed analytical procedures to identify any unusual or unexpected relationships; and
- we assessed whether judgements and assumptions made in determining the accounting estimates set out in the accounting policies were indicative of potential bias; and
- we investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations we designed procedures which included, but were not limited to, agreeing financial statement disclosures to underlying supporting documentation and remaining alert for actual and potential litigation and claims during our other audit procedures. We did not identify any key audit matters relating to irregularities, including fraud.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, 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, misrepresentations or through collusion. There are inherent limitations in audit procedures performed 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 are to become aware of it. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements 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) (second edition – October 2019)" in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current United Kingdom Generally Accepted Accounting Practice.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 trustees as a body, for our audit work, for this, or for the opinions we have formed.

Deitch Cooper LLP

23 September 2023

Statutory Auditor

1st Floor, 3 Hobbs House
Harrovia Business Village
Bessborough Road
Harrow
Middlesex
HA1 3EX

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

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
		2023	2023	2023	2022	2022	2022
	Notes	£	£	£	£	£	£
Income from:							
Donations and legacies	4	148,969	169,614	318,583	99,167	142,624	241,791
Charitable activities	5	25,644	137,326	162,970	34,259	39,138	73,397
Investments	6	120,550	-	120,550	115,889	-	115,889
Total income		295,163	306,940	602,103	249,315	181,762	431,077
Expenditure on:							
Raising funds	7	34,082	-	34,082	27,174	-	27,174
Charitable activities	8	193,336	257,863	451,199	132,785	184,584	317,369
Total resources expended		227,418	257,863	485,281	159,959	184,584	344,543
Revaluation of investment properties		233,554	-	233,554	275,000	-	275,000
Net incoming/(outgoing) resources before transfers		301,299	49,077	350,376	364,356	(2,822)	361,534
Gross transfers between funds	18	3,083,022	(3,083,002)	-	(20,196)	20,196	-
Net income for the year		3,384,301	(3,033,925)	350,376	344,160	17,374	361,534
Other recognised gains and losses		-	-	-	-	-	-
Net movement in funds		3,384,301	(3,033,925)	350,376	344,160	17,374	361,534
Fund balances at 1 April 2022		4,707,837	3,295,833	8,003,670	4,363,677	3,278,459	7,642,136
Fund balances at 31 March 2023		8,092,138	261,908	8,354,046	4,707,837	3,295,833	8,003,670

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12	5,008,180		5,010,454	
Investment properties	13	3,251,000		2,871,000	
		8,259,180		7,881,454	
Current assets					
Debtors	14	45,939		34,608	
Cash at bank and in hand		662,036		667,699	
		707,975		702,307	
Creditors: amounts falling due within one year	16	(454,818)		(402,699)	
Net current assets		253,157		299,608	
Total assets less current liabilities		8,512,337		8,181,062	
Creditors: amounts falling due after more than one year	17	(158,291)		(177,392)	
Net assets		8,354,046		8,003,670	
Funds					
Restricted funds	18.b	261,908		3,295,833	
<u>Unrestricted funds</u>					
General unrestricted funds	18.a	6,732,720		3,348,419	
Revaluation reserve	18.c	1,359,418		1,359,418	
		8,092,138		4,707,837	
		8,354,046		8,003,670	

The accounts were approved by the Board of Trustees on 23 September 2023 and were signed on its behalf by:

Mr A Walji
Trustee

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Abbas Walji
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Mr R Rahemtulla
President

DocuSigned by:
Rizwan Rahemtulla
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THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

CHARITY STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12.a		5,122,866		5,125,051
Investment properties	13.a		229,000		194,000
			<u>5,351,866</u>		<u>5,319,051</u>
Current assets					
Debtors	14.a	1,708,673		1,635,708	
Cash at bank and in hand		<u>561,979</u>		<u>516,856</u>	
		2,270,652		2,152,564	
Creditors: amounts falling due within one year	16.a	<u>(451,076)</u>		<u>(436,203)</u>	
Net current assets			<u>1,819,576</u>		<u>1,716,361</u>
Total assets less current liabilities			<u>7,171,442</u>		<u>7,035,412</u>
Creditors: amounts falling due after more than one year	17.a		<u>(158,291)</u>		<u>(177,392)</u>
Net assets			<u><u>7,013,151</u></u>		<u><u>6,858,020</u></u>
Funds					
Restricted funds			261,908		3,314,913
<u>Unrestricted funds</u>					
General unrestricted funds		5,391,825		2,183,689	
Revaluation reserve		<u>1,359,418</u>		<u>1,359,418</u>	
			<u>6,751,243</u>		<u>3,543,107</u>
			<u><u>7,013,151</u></u>		<u><u>6,858,020</u></u>

The accounts were approved by the Board of Trustees on 23 September 2023 and were signed on its behalf by:

Mr A Walji
Trustee

DocuSigned by:
Abbas Walji
60001EDE2A7743A...

Mr R Rahemtulla
President

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Rizwan Rahemtulla
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THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	22		118,896		(9,283)
Investing activities					
Purchase of tangible fixed assets		(89,553)		(94,638)	
Purchase of investment property		(146,446)		-	
Investment income received		120,550		115,889	
Net cash (used in)/generated from investing activities			(115,449)		21,251
Financing activities					
Repayment of bank loans		(18,639)		(20,844)	
Net cash used in financing activities			(18,639)		(20,844)
Net decrease in cash and cash equivalents			(15,192)		(8,876)
Cash and cash equivalents at beginning of year			667,699		672,592
Effect of foreign exchange rates			9,529		3,983
Cash and cash equivalents at end of year			662,036		667,699

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

The Muslim Khoja Shia Ithna-Asheri Community of Peterborough ("the charity") is an unincorporated charity formed under a constitution under a deed. The principal place of business is 2-8 Burton Street, Peterborough, Cambridgeshire, PE1 5HD.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's constitution, the Charities Act 2011 and the Charities SORP "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) (second edition – October 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The accounts have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 (effective 1 January 2019) rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

1.2 Basis of consolidation

The consolidated financial statements include the results for the year, of the charity and all associated companies that the group controls and their net assets at the year-end date. Transactions between associated undertakings are eliminated on consolidation. Control is the power to govern the financial and operating policies of the associated company so as to obtain benefits from its activities.

The group financial statements include the financial statements of The Muslim Khoja Shia Ithna-Asheri Community of Peterborough, The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation, 313 Project Ltd and 313 Trust Corporation Ltd. A separate Statement of Financial Activities, or income and expenditure account, for the charity itself is not presented.

1.3 Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The Trustees have considered the levels of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern. Thus, the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.4 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.5 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants, including capital grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant. If the terms of the grant impose conditions the grant is only recognised as income when the conditions are met. Grants received before the revenue recognition criteria are met are recognised as a liability.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies (continued)

1.6 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Raising funds comprise the costs associated with attracting voluntary income and for costs incurred for the investment properties.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

1.7 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Straight line over 50 years
Fixtures, fittings & equipment	25% straight line
Plant and equipment	25% straight line

1.8 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially measured at cost and subsequently measured using the fair value model and stated at its fair value as at the reporting end date. The net gain or loss on revaluation is recognised in net income/(expenditure) for the year.

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Retirement benefit schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the group in an independently administered fund. Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.10 Cash and cash equivalents

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Financial instruments

Financial assets and financial liabilities are recognised in the statement of financial position when the charity becomes party to the contractual provisions of the instrument. Financial instruments are measured at amortised cost or fair value, which is normally transaction price.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. Key accounting estimates include the valuation of investment properties. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future

3.a Income Earned from other Activities

The following entities, all incorporated in England and Wales, form part of the group:

	Control
The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation (company number 08382399)	100 % control of assets
313 Project Ltd (company number 10122041)	100 % control of assets
313 Trust Corporation Ltd (company number 12319023)	100 % control of assets

	313 Trust Corporation Ltd		313 Project Ltd		The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation	
	2023	2022	2023	2022	2023	2022
	£	£	£	£	£	£
Total income	-	-	-	71,590	-	-
Total expenditure	-	-	(3,309)	(71,801)	-	-
Net gains on investments	15,000	55,000	-	-	183,554	191,000
Net gain/(loss) for year	15,000	55,000	(3,309)	(211)	183,554	191,000
The assets and liabilities of the subsidiary were:						
Assets	450,000	435,000	100,648	194,501	2,752,065	2,440,705
Liabilities	(333,165)	(333,165)	(104,698)	(195,242)	(1,409,247)	(1,281,441)
Capital and Reserves	116,835	101,835	(4,050)	(741)	1,342,818	1,159,264

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

3.b Financial performance of the Charity

The Financial activities shown in the consolidated financial statements include those of the charity's associates. A summary of the financial activities undertaken by the charity is set out below:

	2023 £	2022 £
Income	602,103	452,971
Expenditure on raising funds	(34,082)	(27,174)
Expenditure on charitable activities	(447,890)	(312,994)
Revaluation of investment properties	35,000	29,000
Net income for the year / Net movement in funds	155,131	141,803
Total funds brought forward	6,858,020	6,716,217
Total funds carried forward	7,013,151	6,858,020

4 Donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	119,936	169,614	289,550	63,470	142,624	206,094
Covid-19 related grants	-	-	-	5,405	-	5,405
Membership fees	29,033	-	29,033	30,292	-	30,292
	148,969	169,614	318,583	99,167	142,624	241,791
Donations and gifts						
Al-Qaeem donations	-	63,314	63,314	-	72,300	72,300
Panjatanpak nyaz	-	119	119	-	25	25
Senior citizens	-	8,307	8,307	-	1,500	1,500
Third party collections	-	88,014	88,014	-	68,799	68,799
Foodbank	-	9,860	9,860	-	-	-
Gift aid	38,776	-	38,776	26,805	-	26,805
Jamaat funds (general)	46,499	-	46,499	24,021	-	24,021
Majlis and nyaz	31,929	-	31,929	10,915	-	10,915
Imam Zamin	1,834	-	1,834	1,729	-	1,729
Chawda masumeen	898	-	898	-	-	-
	119,936	169,614	289,550	63,470	142,624	206,094

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

4 Donations and legacies (continued)

Covid-19 related grants comprises amounts received directly from the government under the Coronavirus Job Retention Scheme. Amounts totalling £nil (2022: £5,405) were received to compensate for wages costs already incurred by the group during the Covid-19 pandemic.

Contribution of volunteers

The Charity benefits greatly from the involvement and support of many volunteers who assist with a wide range of charitable and support activities. In accordance with FRS102 and the Charities SORP (FRS102) the economic contribution of general volunteers is not recognised in the financial statements.

5 Charitable activities

	Education	Religious	Burial	Madressa	Total 2023	Total 2022
	£	£	£	£	£	£
Muharram and Hazrat Abbas	-	25,644	-	-	25,644	34,259
Income from Madressa	-	-	-	15,314	15,314	9,312
Ziyarat	-	100,159	-	-	100,159	-
Income from Education	1,000	-	-	-	1,000	-
Youth	-	1,129	-	-	1,129	725
Tabligh	-	3,288	-	-	3,288	6,087
Income from burial scheme	-	-	16,436	-	16,436	23,014
	<u>1,000</u>	<u>130,220</u>	<u>16,436</u>	<u>15,314</u>	<u>162,970</u>	<u>73,397</u>

Analysis by fund

Unrestricted funds	-	25,644	-	-	25,644
Restricted funds	1,000	104,576	16,436	15,314	137,326
	<u>1,000</u>	<u>130,220</u>	<u>16,436</u>	<u>15,314</u>	<u>162,970</u>

For the year ended 31 March 2022

Unrestricted funds	-	34,259	-	-	34,259
Restricted funds	-	6,812	23,014	9,312	39,138
	<u>-</u>	<u>41,071</u>	<u>23,014</u>	<u>9,312</u>	<u>73,397</u>

6 Income from investments

	2023 £	2022 £
Rental income	<u>120,550</u>	<u>115,889</u>

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

7 Raising funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
<u>Fundraising and publicity</u>						
Property agents	16,115	-	16,115	18,015	-	18,015
Premises costs	13,063	-	13,063	5,867	-	5,867
Other fundraising costs	4,904	-	4,904	3,292	-	3,292
	<u>34,082</u>	<u>-</u>	<u>34,082</u>	<u>27,174</u>	<u>-</u>	<u>27,174</u>
	<u>34,082</u>	<u>-</u>	<u>34,082</u>	<u>27,174</u>	<u>-</u>	<u>27,174</u>

8 Charitable activities

	Education £	Religious £	Burial £	Madressa £	Total 2023 £	Total 2022 £
Staff costs	-	-	-	-	-	11,563
Third party collections	-	51,458	-	-	51,458	58,582
ELC	-	557	-	-	557	-
Panjatanpak nyaz	-	1,194	-	-	1,194	1,689
Senior citizens	-	102,311	-	-	102,311	100
Tabligh	-	10,134	-	-	10,134	22,093
Bank loan interest and charges	-	8,885	-	-	8,885	5,907
Youth	-	2,691	-	-	2,691	700
Alim and mulyani	-	17,178	-	-	17,178	22,900
Foodbank	-	2,085	-	-	2,085	-
Education expenses	296	-	-	-	296	50
Burial	-	-	9,891	-	9,891	13,689
Madressa expenses	-	-	-	10,413	10,413	4,802
Majlis and nyaz	-	23,665	-	-	23,665	5,783
Muharram fund	-	16,899	-	-	16,899	14,690
Events and welfare	-	26,885	-	-	26,885	5,547
	<u>296</u>	<u>263,942</u>	<u>9,891</u>	<u>10,413</u>	<u>284,542</u>	<u>168,095</u>
Share of support costs (see note 9)	<u>8,566</u>	<u>158,091</u>	<u>-</u>	<u>-</u>	<u>166,657</u>	<u>149,274</u>
	<u>8,862</u>	<u>422,033</u>	<u>9,891</u>	<u>10,413</u>	<u>451,199</u>	<u>317,369</u>

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

8 Charitable activities (continued)

	Education	Religious	Burial	Madressa	Total 2023
	£	£	£	£	£
Analysis by fund					
Unrestricted funds	8,566	184,770	-	-	193,336
Restricted funds	296	237,263	9,891	10,413	257,863
	<u>8,862</u>	<u>422,034</u>	<u>9,891</u>	<u>10,413</u>	<u>451,199</u>

Senior citizen activities include Ziyarat expenses amounting to £100,159 (2022: £nil).

For the year ended 31 March 2022

	Education	Religious	Burial	Madressa	Total 2022
	£	£	£	£	£
Staff costs	11,563	-	-	-	11,563
Third party collections	-	58,582	-	-	58,582
Panjatanpak nyaz	-	1,689	-	-	1,689
Senior citizens	-	100	-	-	100
Tabligh	-	22,093	-	-	22,093
Bank loan interest and charges	-	5,907	-	-	5,907
Youth	-	700	-	-	700
Alim and mulyani	-	22,900	-	-	22,900
Preschool expenses	50	-	-	-	50
Burial	-	-	13,689	-	13,689
Madressa expenses	-	-	-	4,802	4,802
Majlis and nyaz	-	5,783	-	-	5,783
Muharram fund	-	14,690	-	-	14,690
Events and functions	-	5,547	-	-	5,547
	<u>11,613</u>	<u>137,991</u>	<u>13,689</u>	<u>4,802</u>	<u>168,095</u>
Share of support costs (see note 9)	5,859	143,415	-	-	149,274
	<u>17,472</u>	<u>281,406</u>	<u>13,689</u>	<u>4,802</u>	<u>317,369</u>
Analysis by fund					
Unrestricted funds	5,859	126,926	-	-	132,785
Restricted funds	11,613	154,480	13,689	4,802	184,584
	<u>17,472</u>	<u>281,406</u>	<u>13,689</u>	<u>4,802</u>	<u>317,369</u>

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

9 Support costs

	Support costs	Total	Support costs	Total	Basis of allocation
	2023	2023	2022	2022	
	£	£	£	£	
Staff costs	13,000	13,000	11,912	11,912	Usage
Depreciation	91,827	91,827	87,461	87,461	Property usage
Secretariat	133	133	72	72	Usage
Cleaning and waste	2,187	2,187	4,882	4,882	Usage
General expenses	170	170	43	43	Usage
Telephone and internet	1,043	1,043	1,700	1,700	Usage
Bank charges	3,023	3,023	1,958	1,958	Bank transactions
Insurance	4,795	4,795	5,108	5,108	Area
Foreign exchange	7,570	7,570	5,784	5,784	Directly attributable
Repairs	4,344	4,344	1,127	1,127	Usage
Light and heat	25,735	25,735	16,432	16,432	Area
Rates and water	2,830	2,830	1,399	1,399	Area
Audit fees	9,200	9,200	9,440	9,440	Directly attributable
Legal and professional	-	-	1,156	1,156	Directly attributable
Subscriptions	800	800	800	800	Directly attributable
	<u>166,657</u>	<u>166,657</u>	<u>149,274</u>	<u>149,274</u>	
Analysed between					
Charitable activities	<u>166,657</u>	<u>166,657</u>	<u>149,274</u>	<u>149,274</u>	

10 Trustees

None of the Trustees (nor any persons connected with them) received any remuneration or benefits from the charity during the year (2023: £nil).

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Nursery	-	2
Caretaker	1	1
Others	2	3
	<u>3</u>	<u>6</u>

Employment costs

	2023 £	2022 £
Wages and salaries	12,621	23,001
Social security costs	-	-
Other pension costs	379	474
	<u>13,000</u>	<u>23,475</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Tangible fixed assets - The group

	Land and buildings £	Plant and equipment £	Fixtures, fittings & equipment £	Total £
Cost or valuation				
At 1 April 2022	5,591,038	1,260	65,608	5,657,906
Additions	74,781	-	14,772	89,553
	<u>5,665,819</u>	<u>1,260</u>	<u>80,380</u>	<u>5,747,459</u>
At 31 March 2023				
Depreciation and impairment				
At 1 April 2022	584,594	1,149	61,709	647,452
Depreciation charged in the year	87,423	90	4,314	91,827
	<u>672,017</u>	<u>1,239</u>	<u>66,023</u>	<u>739,279</u>
At 31 March 2023				
Carrying amount				
At 31 March 2023	<u>4,993,802</u>	<u>21</u>	<u>14,357</u>	<u>5,008,180</u>
At 31 March 2022	<u>5,006,444</u>	<u>111</u>	<u>3,899</u>	<u>5,010,454</u>

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

12 Tangible fixed assets (continued)

Land and buildings include revalued assets with a carrying amount of £2,021,498 (2022: £1,979,502). The most recent revaluation had an effective date of 31 March 2020 and was made by a professional valuer not connected to the charity.

At 31 March 2023, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £523,412 (2022: £464,572).

12.a Tangible fixed assets - The charity

	Land and buildings	Fixtures, fittings & equipment	Total
	£	£	£
Cost or valuation			
At 1 April 2022	5,705,745	65,608	5,771,353
Additions	74,781	14,772	89,553
At 31 March 2023	5,780,526	80,380	5,860,907
Depreciation and impairment			
At 1 April 2022	584,594	61,709	646,303
Depreciation charged in the year	87,423	4,314	91,737
At 31 March 2023	672,017	66,023	738,040
Carrying amount			
At 31 March 2023	5,108,509	14,357	5,122,866
At 31 March 2022	5,121,152	3,899	5,125,051

Land and buildings include revalued assets with a carrying amount of £2,021,498 (2022: £1,979,502). The most recent revaluation had an effective date of 31 March 2020 and was made by a professional valuer not connected to the charity.

At 31 March 2023, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £523,412 (2022: £464,572).

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

13 Investment property - The group

2023
£

Fair value

At 1 April 2022	2,871,000
Additions through external acquisition	146,446
Net gains and losses through fair value adjustments	233,554
At 31 March 2023	3,251,000

Investment property comprises freehold property held for rental and capital appreciation. The fair value of the investment property has been arrived at from reviewing market evidence from sources not connected with the charity. The valuation is by the Trustees on an open market value basis. The most recent professional valuation by an independent valuer had an effective date of 31 March 2020.

At 31 March 2023, had the investment property been carried at historic cost rather than on a fair value basis the carrying amount would have been £1,602,988 (2022: £1,456,542).

13.a Investment property - The charity

2023
£

Fair value

At 1 April 2022	194,000
Net gains and losses through fair value adjustments	35,000
At 31 March 2023	229,000

Investment property comprises freehold property held for rental and capital appreciation. The fair value of the investment property has been arrived at from reviewing market evidence from sources not connected with the charity. The valuation is by the Trustees on an open market value basis. The most recent professional valuation by an independent valuer had an effective date of 31 March 2020.

At 31 March 2023, had the investment property been carried at historic cost rather than on a fair value basis the carrying amount would have been £50,095 (2022: £50,095).

14 Debtors - The group

	2023	2022
	£	£
Amounts falling due within one year:		
Other debtors	40,035	32,296
Prepayments and accrued income	5,904	2,312
	45,939	34,608

Other debtors due within one year includes £690 (2022: £690) stock of religious ornaments, £38,776 (2022: £26,805) of gift aid tax claims and other taxes recoverable of £569 (2022: £4,801).

There were no amounts falling due after one year (2022: £nil).

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

14.a Debtors - The charity

	2023	2022
	£	£
Amounts falling due within one year:		
Amounts owed by fellow group undertakings	100,955	190,000
Other debtors	39,466	27,495
Prepayments and accrued income	5,904	2,312
	<u>146,325</u>	<u>219,807</u>
Amounts falling due after one year:		
Amounts owed by fellow group undertakings	<u>1,562,348</u>	<u>1,415,901</u>
Total debtors	<u>1,708,673</u>	<u>1,635,708</u>

Other debtors due within one year includes £690 (2022: £690) stock of religious ornaments and £38,776 (2022: £26,805) of gift aid tax claims. Amounts due from fellow group undertakings are interest free.

15 Loans and overdrafts

	2023	2022
	£	£
Bank loans (secured)	<u>180,066</u>	<u>198,705</u>
Payable within one year	21,775	21,313
Payable after one year	<u>158,291</u>	<u>177,392</u>

The long-term bank loans are secured by fixed charges over the investment properties held by The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation. A market rate of interest is charged.

16 Creditors: amounts falling due within one year - The group

	Notes	2023	2022
		£	£
Bank loans (secured)	15	21,775	21,313
Trade creditors		1,742	1,742
Other taxation and social security		289	-
Other creditors		422,892	370,204
Accruals and deferred income		<u>8,120</u>	<u>9,440</u>
		<u>454,818</u>	<u>402,699</u>

Included within other creditors are private loans received from community members of £422,303 (2022: £370,204). These loans have no fixed term, are interest free and are repayable on demand.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

16.a Creditors: amounts falling due within one year - The charity

	2023 £	2022 £
Borrowings	21,775	21,313
Other taxation and social security	289	-
Other creditors	422,892	406,704
Accruals and deferred income	6,120	8,186
	<u>451,076</u>	<u>436,203</u>

Borrowings represents an obligation to a fellow group undertaking.

Included within other creditors are private loans received from community members of £422,303 (2022: £370,204) and amounts due to a fellow group undertaking totalling £nil (2022: £36,500). These loans have no fixed term, are interest free and are repayable on demand.

17 Creditors: amounts falling due after more than one year - The group

	Notes	2023 £	2022 £
Bank loans (secured)	15	<u>158,291</u>	<u>177,392</u>

17.a Creditors: amounts falling due after more than one year - The charity

	2023 £	2022 £
Borrowings	<u>158,291</u>	<u>177,392</u>

Borrowings represents an obligation to a fellow group undertaking.

18.a Unrestricted funds

	Movement in funds					
	Balance at 1 April 2022	Income	Expenditure	Transfers	Revaluation gains	Balance at 31 March 2023
	£	£	£	£	£	£
General fund	3,348,419	295,163	(227,418)	3,083,002	233,554	6,732,720
	<u>3,348,419</u>	<u>295,163</u>	<u>(227,418)</u>	<u>3,083,002</u>	<u>233,554</u>	<u>6,732,720</u>

The general fund comprises the "free reserves" after allowing for any other unrestricted funds.

Revaluation gains represents a revaluation of investment properties to fair value.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18.b Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2022	Movement in funds			Balance at 31 March 2023
	£	Income	Expenditure	Transfers	£
Al-Qaeem	3,094,904	63,314	(66,833)	(3,091,385)	-
Burial	130,830	16,436	(9,891)	-	137,375
Panjatanpak nyaz	21,699	119	(1,194)	-	20,624
Education	-	1,000	(296)	-	704
Senior citizens	1,400	108,466	(102,312)	-	7,554
Third party collections	36,861	88,014	(51,457)	-	73,418
ELC	557	-	(557)	-	-
Youth	25	1,129	(2,691)	1,537	-
Madressa	9,557	15,314	(10,413)	-	14,458
Tabligh	-	3,288	(10,134)	6,846	-
Foodbank	-	9,860	(2,085)	-	7,775
	<u>3,295,833</u>	<u>306,940</u>	<u>(257,863)</u>	<u>(3,083,002)</u>	<u>261,908</u>

	Balance at 1 April 2021	Movement in funds			Balance at 31 March 2022
	£	Income	Expenditure	Transfers	£
Al-Qaeem	3,093,921	72,300	(71,317)	-	3,094,904
Burial	121,505	23,014	(13,689)	-	130,830
Panjatanpak nyaz	23,363	25	(1,689)	-	21,699
Education	7,422	-	(11,613)	4,191	-
Senior citizens	-	1,500	(100)	-	1,400
Third party collections	26,644	68,799	(58,582)	-	36,861
ELC	557	-	-	-	557
Youth	-	725	(700)	-	25
Madressa	5,047	9,312	(4,802)	-	9,557
Tabligh	-	6,087	(22,092)	16,005	-
	<u>3,278,459</u>	<u>181,762</u>	<u>(184,584)</u>	<u>20,196</u>	<u>3,295,833</u>

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Description of funds

Al-Qaeem donations - donations specific for the building of the new community centre.

ELC - donations specific for the use of the English Lecture Committee.

Youth - donations given for the youths of the community to enable them to run their programs.

Madressa - funds given specifically for the use of the religious school.

Burial - relates to subscriptions given specifically for the use of future burial needs.

Panjatanpak nyaz - donations collected specifically for the provisions of feasts for the holy panjatans.

Education - funds collected specifically for the use of educational activities.

Senior citizens – specific donations and funds for senior citizen activities.

Tabligh - specific donations for the propagation of the message of Islam.

Third party collections - religious collections specifically collected on behalf of The World Federation and The Council of European Jamaats.

Foodbank – restricted grants and donations towards a foodbank.

Description of the transfers

Transfers are made from unrestricted funds to restricted funds to cover deficits of restricted funds, within the objectives of the charity.

In addition, a transfer has been made of the balance of the Al-Qaeem project restricted fund now the project is complete. The project has been completed using restricted donations but the Al-Qaeem centre itself does not have restrictions on its use.

18.c Revaluation reserve

	Balance at 1 April 2022 £	Movement in funds			Transfers £	Balance at 31 March 2023 £
		Income £	Expenditure £	Revaluation gain/(loss) £		
Freehold property	1,359,418	-	-	-	-	1,359,418
	<u>1,359,418</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,359,418</u>

Freehold property – gains and losses arising on revaluation of freehold land and buildings other than investment property. This comprises the Mosque building and properties held for use by the charity.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

19 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2023 £	2023 £	2023 £	2022 £	2022 £	2022 £
Fund balances at 31 March 2023 are represented by:						
Tangible assets	5,008,180	-	5,008,180	1,983,401	3,027,053	5,010,454
Investment properties	3,251,000	-	3,251,000	2,871,000	-	2,871,000
Current assets/(liabilities)	(8,751)	261,908	253,157	30,828	268,780	299,608
Long term liabilities	(158,291)	-	(158,291)	(177,392)	-	(177,392)
	<u>8,092,138</u>	<u>261,909</u>	<u>8,354,046</u>	<u>4,707,837</u>	<u>3,295,833</u>	<u>8,003,670</u>

20 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

21 Connected parties

The charity, although independent, is involved with a wider network of charities. It is a member of The Council of European Jamaats (COEJ) which represents the charity at the global organisation, The World Federation of Khoja Shia Ithna-Asheri Muslim Communities (WF). Both charities are registered with the Charities Commission in the UK. WF represents Peterborough Jamaat when dealing with international work which includes disaster and general relief outside the UK. During the year, the amounts collected on their behalf were £88,014 (2022: £68,799) and payments of £51,457 (2022: £58,582) were made during the period.

THE MUSLIM KHOJA SHIA ITHNA-ASHERI COMMUNITY OF PETERBOROUGH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

22 Cash generated from operations

	2023 £	2022 £
Surplus for the year	350,376	361,534
Adjustments for:		
Investment income recognised in Statement of Financial Activities	(120,550)	(115,889)
Foreign exchange differences	7,570	5,784
Fair value gains and losses on investment properties	(233,554)	(275,000)
Depreciation and impairment of tangible fixed assets	91,827	87,461
Movements in working capital:		
Decrease in debtors	(11,331)	5,965
(Decrease) in creditors	34,558	(79,138)
Cash generated from/(absorbed by) operations	<u>118,896</u>	<u>(9,283)</u>

23 Analysis of changes in net funds

	At 1 April 2022 £	Cash flows £	Foreign exchange movements £	At 31 March 2023 £
Cash at bank and in hand	667,699	(15,192)	9,529	662,036
Loans falling due within one year	(21,313)	(462)	-	(21,775)
Loans falling due after more than one year	(177,392)	19,101	-	(158,291)
	<u>468,994</u>	<u>3,447</u>	<u>9,529</u>	<u>481,970</u>

24 Guarantee

Under the terms of a bank loan between Barclays Bank and The Muslim Khoja Shia Ithna-Asheri Community of Peterborough Trust Corporation, the group is required to provide a security of investment properties with a market value of at least £950,000.