

Cambridge Muslim Welfare Society
Annual Report and Financial Statements
For
The Year Ended 31st March 2021

Charity number: 273568

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LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Muhammad Pervaiz Malak (Chairman)
Muhammad Azam Bhatti (General Secretary)
Mahomed Rafique Amodé (Assistant Secretary)
Mohammed Bazlur Rashid (Treasurer)
Mohammed Mahmood
Mohammed Irfan
Kamaluddeen Abdullahi Ibrahim

Principal Office

Abu Bakr Jamia Mosque
1A Mawson Road
Cambridge
CB1 2DZ, UK
Telephone: +44 (0)1223 501012
Website: www.cambridgemosque.com

Principal Bankers

Lloyds Bank plc
90A Mill Road
Cambridge
CB1 2BE, UK

Public Contact

Muhammad Pervaiz Malak
214A Mill Road
Cambridge
CB1 3NF

Email: Muhammadmalak214@gmail.com
Website: www.cambridgemosque.com

TRUSTEES' ANNUAL REPORT

Trustees are pleased to present their report together with the financial statements for the year ended 31 March 2021.

Cambridge Muslim Welfare Society is a registered charity and is governed by its constitution. The charity was established with the following aims and objectives:

- a) advance the Muslim religion in Cambridge
- b) advance religious education of the Muslims residing in Cambridge
- c) give relief to the Muslims residing in Cambridge who are in financial need.

The Charity's work is supported by a number of volunteers and it has an *Imam* and a *khateeb* who are employed for arranging prayers and educational activities in the mosque.

Day to day activities of the Charity are operated by the Executive Trustees.

The Charity is dependent on donations from individuals for its funding. It also receives rental income from its property at 175 Chesterton Road, Cambridge.

REVIEW OF PROGRESS AND ACHIEVEMENTS

Despite the reduction in the number of people attending the mosque for daily communal services, following the opening of Cambridge Central Mosque in 2019, the activity of the Charity has remained focused in meeting the aims and objectives of the organisation. We continuously endeavoured to provide improvements in the facilities for congregational prayers, education and other activities in the mosque for Muslims living in Cambridge and the surrounding areas both by face-face events or online. Our regular classes and events continue to go from strength to strength.

Being a university town, Cambridge hosts a large number of Muslim students from all over the World every year. The Society plays a unique role in Cambridge for a diverse Muslim community.

The Society promotes inter-faith dialogue and social cohesion. From time to time the Society had dialogues with the representatives of various faith groups in order to establish good relationship with the Christians and people of other faiths of this area. The Society also arranged orientation courses in the form of mosque open days, neighbour's tea invitations and organizing mosque tours to help understand the religious and cultural aspects of Muslim life. The Society regularly facilitates visits by students from various schools. During the year, the Society organized open days and various other activities for the wider community to visit the mosque and have a first-hand knowledge of Islam and Muslim culture.

Upon requests from the Addenbrookes Hospital Chaplaincy, visits were made for counselling the patients coming from outside areas

Reserves policy

The Trustees regard the equivalent of three months operational expenses as an appropriate level of reserves. The present level of funding is adequate to support the continuation of the current level of our mosque activities and the Committee considers the financial position of the charity to be satisfactory.

Going Concern

Despite the drop in weekly collection from the congregation gathering, the charity has maintained its financial sustainability by means of continuous donation being received via standing order donation and face-face collection, together with income from rental of charity property. This has and has resulted in regular inflow of funds to maintain charity activity. The Executive Committee continues to explore options for generating additional income from its current premises and will hand over findings to the incoming executive committee (election pending) for final resolution.



Muhammad Pervaiz Malak

Chairman

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

Independent examiner's report to the trustees of 'Cambridge Muslim Welfare Society'

I report on the accounts of the Society for the year ended 31 March 2021, which are set out on pages 8 to 12.

Respective responsibilities of trustees and examiner

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

It is my responsibility to:

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

Basis of independent examiner's statement

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

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 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.

Signed:



Date: 27th January 2022

Name: Moin Uddin

Relevant professional qualification: Associate member of Chartered Institute of Management Accountants

Address: 283 Campkin Road, Cambridge, CB4 2LD

FINANCIAL STATEMENTS

Statement of Financial Activities

For year ended 31st March 2021

		<u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £	<u>March 2021</u> <u>Total</u> <u>Funds</u> £	<u>March 2020</u> <u>Total</u> <u>Funds</u> £
Incoming resources from generated funds:	Notes				
Voluntary - Donations		21,116	-	21,116	48,467
Voluntary - Zakah		-	3,335	3,335	2,865
Voluntary - Zakah al-Fitr		-	797	797	2,495
Other income	2	85,369	-	85,369	34,431
Total income		106,485	4,132	110,617	88,258
Resources expended					
Charitable activities	3	84,022	5,082	89,104	97,349
Costs of generating funds		-	-	-	-
Total resources expended		84,022	5,082	89,104	97,349
Movement in total funds for the year					
Net Income (Expenditure) for the year		22,463	(950)	21,513	(9,091)
Transfer between funds		-	-	-	-
Net movement in funds		22,463	(950)	21,513	(9,091)
<i>Reconciliation of funds:</i>					
Funds brought forward at 01.04.2020		384,900	5,065	389,965	399,056
Funds carried forward at 31.03.2021		407,363	4,115	411,478	389,965

Balance Sheet

As at 31st March 2021

	<u>Notes</u>	<u>March</u> <u>2021</u> £	<u>March</u> <u>2021</u> £	<u>March</u> <u>2020</u> £	<u>March</u> <u>2020</u> £
Fixed Assets					
Tangible Fixed Assets	5		325,908		333,254
			325,908		333,254
Current Assets					
Investments	6	1,738		1,738	
Debtors		6,135		8,535	
Cash and bank balances		87,102		55,512	
		94,975		65,785	
Creditors					
Amounts falling due within one year		(9,405)		(9,074)	
		(9,405)		(9,074)	
Net Current Assets			85,570		56,711
NET ASSETS			411,478		389,965
REPRESENTED BY:					
Restricted funds	7		4,115		5,065
Unrestricted funds	8		407,363		384,900
TOTAL FUNDS			411,478		389,965

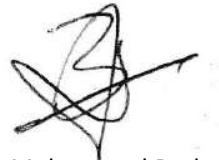
The accounts were approved and authorised for issue by the Board of Trustees on and signed on its behalf by:



Muhammad Pervaiz Malak

Chairman

Date: 27th January 2022



Mohammed Bazlur Rashid

Treasurer

Date: 27th January 2022

Notes to the Financial Statements

1. Accounting Policies

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice (SORP), 'Accounting and Reporting by Charities' published in March 2005.

Tangible fixed assets and depreciation

Fixed assets held by the charity consists of freehold properties. Depreciation of these properties is not provided. Purchase of equipment are treated as revenue expense and those are written off in the year of purchase in full. Purchase and installation of other large expenditure such as Carpets and Air conditioning will be capitalised and depreciated over a useful life of 4 years.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of Trustees in furtherance of general activities of the charity which have not been designed for other purposes. Restricted funds are to be used in accordance with particular purposes for which the funds were raised by the charity. Any difference in expenditure and income is to be transferred to the general fund except for Zakah Fund.

Going Concern

Following the opening of the central mosque (located in close proximity), the charity anticipated an impact in its revenue-raising opportunities. This aspect has been further exacerbated as the charity suspended its face to face activities in compliance with governments announcement on 23rd March 2020 of the first lockdown. Despite these concerns the charity has maintained its financial sustainability and hopes to access government's business support measures such as the Furlough Scheme and Local Restrictions Support Grants (LRSB) during lockdown. Furthermore, the Executive Committee is also evaluating options for generating additional income from its current premises.

In March 2020 – Charity commission issued an Order for the charity to hold election for the appointment of new body of trustees. The commission has been notified that the process could not be conducted within the specified timeframe, due to the government announcement of Covid-19 lockdown. The process will be completed following the lifting of the lockdown.

2. Other Income

	Unrestricted Funds	Restricted Funds	Total Funds 2021	Total Funds 2020
	£	£	£	£
Rental Income	25,323	-	25,323	23,744
Tuition fees	720	-	720	2,829
Dividends received	-	-	-	123
Ramadan Fund	-	-	-	3,162
Funeral appeal	-	-	-	4,573
HMRC JRS Grant	18,269	-	18,269	-
Local Restriction Support Grant	41,057	-	41,057	-
Total	85,369	-	85,369	34,431

3. Charitable Activities

	Unrestricted Funds	Restricted Funds	Total Funds 2021	Total Funds 2020
	£	£	£	£
Salaries and NIC	59,265	-	59,265	58,649
Rates and water	3,863	-	3,863	5,956
Light and heat	5,774	-	5,774	6,944
Insurance	2,087	-	2,087	2,169
Cleaning	489	-	489	2,392
Repairs and maintenance	1,810	-	1,810	2,081
Office costs	1,657	-	1,657	487
Payroll Services	-	-	-	70
Bank Charges	333	-	333	596
Events and celebrations	-	-	-	262
Sundries	120	-	120	393
Ramadan arrangements	-	-	-	3,162
Air-conditioning	5,391	-	5,391	5,391
Carpets	1,955	-	1,955	1,955
Covid-19 PPE	978	-	978	-
Zakah	-	4,200	4,200	3,750
Zakah al-Fitr	-	882	882	2,495
Professional fees	300	-	300	597
Total	84,022	5,082	89,104	97,349

4. Analysis of Employee costs

	2021	2020
	£	£
Salaries	55,609	54,990
Social security costs	3,656	3,659
Recruitment expenses	-	-
Interest PAYE	-	-
Total	59,265	58,649
The average number of employees	4	4

5. Fixed Assets

	Fixtures & Fittings £	Freehold Properties £	Total £
Cost			
Valuation/Cost 1 April 2020	29,385	324,124	353,509
Additions	-	-	-
	29,385	324,124	353,509
Depreciation			
Balance 1 April 2020	20,255	-	20,255
Charge for the year	7,346	-	7,346
	27,601	-	27,601
Net Book Value 31 March 2021	1,784	324,124	325,908
Net Book Value 31 March 2020	9,130	324,124	333,254

6. Investments

	2021 £	2020 £
800 Ordinary shares with British Telecom	1,738	1,738
Market value £1,238 (2020 £943)		

7. Restricted Funds

	Balance 1 April 2020 £	Incoming Resources £	Resources Expended £	Balance 31 March 2021 £
Zakah	492	3,335	(4,200)	(373)
Zakah al-Fitr	-	797	(882)	(85)
Ramadan Fund	-	-	-	-
Funeral appeal	4,573	-	-	4,573
- Transfer to unrestricted funds	-	-	-	-
Total	5,065	4,132	(5,082)	4,115

8. Unrestricted Funds

	Balance 1 April 2020 £	Incoming Resources £	Resources Expended £	Balance 31 March 2021 £
Unrestricted funds	384,900	106,485	(84,022)	407,363
- Transfer from unrestricted funds	-	-	-	-
	384,900	106,485	(84,022)	407,363