

Charity registration number 281670

**UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION  
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022**

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## LEGAL AND ADMINISTRATIVE INFORMATION

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Chairman	Mr Sinan Zorlu
Vice Chairman	Mr Bekir Tezgel
Tresurers	Mr Ahmet Tekneci Mr Mustafa Nalbant
Trustees	Mr M Nalbant Mr E B Tezgel Mr S Zorlu Mr H Camuz Mr S Baltan Mr A Tekneci Mr A Guc
Charity number	281670
Secretary	Mr Hakan Camuz
Independent Examiner	KLSA LLP Chartered Accountants Kalamu House 11 Coldbath Square London EC1R 5HL
Bankers	Barclays Bank Plc Kingsland Branch 3-5 Kingsland High Street London E8 2JT
Principal address	117-119 Stoke Newington Road London N16 8BU

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# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## CONTENTS

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	Page
Trustees' report	1 - 2
Independent examiner's report	3
Statement of financial activities	4
Balance sheet	5
Notes to the financial statements	6 - 11

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# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31 DECEMBER 2022

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The trustees present their annual report and financial statements for the year ended 31 December 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and "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)" (as amended for accounting periods commencing from 1 January 2016)

#### Objectives and activities

The principal object of the Trust as described in the Trust Deed is to provide a place to worship and facilities for education and religious studies for Muslims. It also endeavours to help those in need.

#### Financial review

The Statement of Financial Activities is set out on page 4 of the financial statements in detail.

A substantial proportion of the income of the charity was by way of donations which amounted to £88,015. This year the charity also received income from providing funeral services which amounted to £103,859.

Rents received of £32,847 during the year comprises rent received from the shop at the front of the main building and from halal butchers, grocers and a restaurant serving halal food in the basement.

The tutor's fees of £27,799 (net of Employer's NI) were paid to religious teachers for teaching the Quran and for performing other religious activities.

The Printing, Postage and Stationery payment of £5,347 is in respect of printing, postages and stationary which include the printing of time tables for prayers.

The Repairs & Maintenance payment of £34,323 is in respect of the repairs of the building.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

#### Structure, governance and management

The United Kingdom Turkish Islamic Association Trust is constituted under a Trust Deed in 1979 and the registered number of the charity is 281670.

<b>Movement</b>	<b>of</b>	<b>Fixed</b>	<b>Assets</b>
<i>The movements in fixed assets during the year are set out in note 10 to the financial statements.</i>			

#### Trustees training and recruitment

When appointing new Trustees to the charity, the Board of Trustees consider the skills, knowledge and experience of the individual in making the appointment.

All Trustees have been allocated an area of responsibility, which, where possible, is in accordance with their skills and experience.

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 DECEMBER 2022**

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### ***Risk Management***

The trustees have assessed the major risks to which the charity might be exposed, in particular those related to the operation and finances of the trust, and are satisfied that the systems are in place to mitigate our exposure to those risks.

In addition, the trustees will consider the guidance for directors of public listed companies contained within the Turnbull Report of 1999. Although this is not mandatory for the charity, it should, as a public interest body, adopt the guidelines as best practice.

### ***Reserves policy***

The trustees aim is to maintain free reserves in unrestricted funds at a level which equates to approximately three months of unrestricted charitable expenditure. The balance held as unrestricted funds at 31 December 2022 was £1,364,214 (2021: £1,387,692).

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



**Mr S Zorlu**

Trustee

Dated: 31 July 2024

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

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I report to the trustees on my examination of the financial statements of United Kingdom Turkish Islamic Association (the charity) for the year ended 31 December 2022.

#### **Responsibilities and basis of report**

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Basis of Independent examiner's report**

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

#### **Independent examiner's statement**

I have completed my examination. I confirm that no 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 charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.

Harsheel Dodhia FCCA  
KLSA LLP  
Chartered Accountants  
Kalamu House  
11 Coldbath Square  
London  
EC1R 5HL

Dated: 31 July 2024

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

		Unrestricted funds 2022 £	Unrestricted funds 2021 £
	Notes		
<b><u>Income from:</u></b>			
Donations and legacies	3	100,522	75,010
Commercial activities	4	136,706	180,085
<b>Total income</b>		<u>237,228</u>	<u>255,095</u>
<b><u>Expenditure on:</u></b>			
Charitable activities	5	<u>260,706</u>	<u>231,866</u>
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		(23,478)	23,229
Fund balances at 1 January 2022		<u>1,376,705</u>	<u>1,364,463</u>
<b>Fund balances at 31 December 2022</b>		<u><u>1,353,227</u></u>	<u><u>1,387,692</u></u>

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

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
<b>Fixed assets</b>					
Tangible assets	11		1,091,631		1,127,030
<b>Current assets</b>					
Debtors	12	3,248		11,245	
Cash at bank and in hand		266,250		257,954	
		269,498		269,199	
<b>Creditors: amounts falling due within one year</b>	13	(7,902)		(8,537)	
<b>Net current assets</b>			261,596		260,662
<b>Total assets less current liabilities</b>			1,353,227		1,387,692
<b>The funds of the charity</b>					
Unrestricted funds	15		1,353,227		1,387,692
			1,353,227		1,387,692

The financial statements were approved by the trustees on 31 July 2024

  
 Mr S Zorlu  
 Trustee



# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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### 1 Accounting policies

#### Charity information

United Kingdom Turkish Islamic Association is a charity registered in England and Wales. The charity number is 281670 and its' address is 117-119 Stoke Newington Road, London, N16 8BU .

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") 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)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

#### 1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

#### 1.5 Resources expended

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.

#### 1.6 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:

Freehold land and buildings	2% straight line basis
Freehold improvements	2% straight line basis
Fixtures and fittings	10% reducing balance basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

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### 1 Accounting policies

(Continued)

All assets costing more than £250 are capitalised at their historical cost.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Cash and cash equivalents

Cash and cash equivalents 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.

#### 1.9 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.

#### 1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

#### 1.11 Fund accounting

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

#### 1.12 Taxation

The charity is exempt from tax on its charitable activities.

### 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. 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 periods.

#### Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

#### Useful economic lives of tangible assets

Management reviews the useful lives and residual values of the tangible assets on a regular basis. During the financial year, the directors determined no significant changes in the useful lives and residual values.

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 3 Income from donations and legacies

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Donations and gifts	88,015	51,045
Grants	500	11,995
Membership fees	12,007	11,970
	<u>100,522</u>	<u>75,010</u>

### 4 Income from charitable activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Heading #ac989		
Sale of goods	103,859	127,585
Charitable rental income	32,847	52,500
	<u>136,706</u>	<u>180,085</u>

### 5 Expenditure on charitable activities

	Charitable activities 2022 £	Charitable activities 2021 £
<b>Direct costs</b>		
Staff costs	28,282	26,448
Depreciation and impairment	35,400	35,847
Enter ac905 in database	124,160	136,578
	<u>187,842</u>	<u>198,873</u>
<b>Share of support and governance costs (see note 6)</b>		
Support	72,864	32,831
Governance	-	162
	<u>260,706</u>	<u>231,866</u>
<b>Analysis by fund</b>		
Unrestricted funds	<u>260,706</u>	<u>231,866</u>

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 6 Support costs allocated to activities

	2022 £	2021 £
Council tax and rates	2,531	3,516
Insurance	-	3,543
Light and heat	23,817	17,695
Repairs and maintenance	34,323	2,462
Telephone and internet	626	573
Food cost	2,774	3,460
Printing, postage and stationery	5,348	1,265
Cleaning	278	135
Accountancy	900	-
Sundry expenses	2,267	182
Governance costs	-	162
	<u>72,864</u>	<u>32,993</u>
<b>Analysed between:</b>		
Charitable activities	<u>72,864</u>	<u>32,993</u>

### 7 Net movement in funds

	2022 £	2021 £
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	<u>35,400</u>	<u>35,847</u>

### 8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

### 9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	<u>5</u>	<u>5</u>
<b>Employment costs</b>	<b>2022 £</b>	<b>2021 £</b>
Wages and salaries	27,799	26,233
Social security costs	337	191
Other pension costs	146	24
	<u>28,282</u>	<u>26,448</u>

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### 9 Employees

(Continued)

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

#### Remuneration of key management personnel

The remuneration of key management personnel was as follows:

#### 10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

#### 11 Tangible fixed assets

	Freehold land and buildings £	Freehold improvements £	Fixtures and fittings £	Total £
<b>Cost</b>				
At 1 January 2022	1,508,013	60,915	225,356	1,794,284
At 31 December 2022	1,508,013	60,915	225,356	1,794,284
<b>Depreciation and impairment</b>				
At 1 January 2022	477,292	4,823	185,138	667,253
Depreciation charged in the year	30,160	1,218	4,022	35,400
At 31 December 2022	507,452	6,041	189,160	702,653
<b>Carrying amount</b>				
At 31 December 2022	1,000,561	54,874	36,196	1,091,631
At 31 December 2021	1,030,721	56,092	40,217	1,127,030

#### 12 Debtors

	2022 £	2021 £
<b>Amounts falling due within one year:</b>		
Trade debtors	2,941	10,988
Prepayments and accrued income	307	257
	<u>3,248</u>	<u>11,245</u>

#### 13 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	494	69
Trade creditors	6,808	7,868
Accruals and deferred income	600	600
	<u>7,902</u>	<u>8,537</u>

# UNITED KINGDOM TURKISH ISLAMIC ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### 14 Retirement benefit schemes

	2022	2021
Defined contribution schemes	£	£
Charge to profit or loss in respect of defined contribution schemes	146	24

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

#### 15 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2022	Incoming resources	Resources expended	At 31 December 2022
	£	£	£	£
General funds	1,376,705	237,228	(260,706)	1,353,227
Previous year:	At 1 January 2021	Incoming resources	Resources expended	At 31 December 2021
	£	£	£	£
General funds	1,364,463	255,095	(231,866)	1,387,692
<b>Warning: Balance c/f from prior period does not equal balance b/f in current period</b>				1,376,705

#### 16 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).