

Charity registration number 286961

ESHA' ATUL ISLAM
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

ESHA' ATUL ISLAM

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

S Hoque

M Ali

A Jalil

(Appointed 6 November 2022)

Charity number

286961

Auditor

AGP Consulting

Q West

Great West Road

Brentford

TW8 0GP

Bankers

Barclays Bank UK Plc

1 Churchill Place

London

E14 5HP

Lloyds Bank Plc

25 Gresham Street

London

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ESHA' ATUL ISLAM

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ESHA' ATUL ISLAM

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The Trustees present their annual report and financial statements for the year ended 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's Constitution, 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)" (effective 1 January 2019).

Objectives and activities

Esha'atul Islam is a Charity governed by its constitution. Its objectives are to;

- 1) Advancement of education and furtherance of the religion of Islam and Islamic Education
- 2) Provide general educational services and promote social values
- 3) Provide outreach services to the wider community on various matters and needs to include abuse, health, wellbeing, matrimonial and family.
- 4) Promote other charitable purposes as it may be deemed necessary.
- 5) Marriage and marriage counselling services
- 6) Delivery of national curriculum level education under the London Islamic School

The school has specifically designed a school curriculum which provides a sound and comprehensive education for our students and aims to instill in them good moral conduct, sound comprehension of their faith and an unwavering commitment to succeed.

We continue to provide a stimulating and holistic approach to learning, we are able to offer each student the opportunity to learn and achieve their true potential. We teach a wide range of subjects, both National Curriculum-based and Islamic, aimed to fully equip our students with the best knowledge, skills and understanding to participate positively in today's challenging and diverse society. We expect our students to leave the school equipped with the correct tools for the next stage of their education with a confident, responsible and tolerant outlook on life.

Our school is well established and are consistently rated high in the Borough and in London. The Trustees believe the schools provides education of the highest standard and nurture students to become responsible individuals and citizens.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

ESHA' ATUL ISLAM

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance

Significant activities and achievements against objectives

The Charity has in the year;

- . Completed all the works to the new building development to provide wider services to the community in particular;
 - The addition of new conference facilities for public to hold events and meetings.
 - Created additional classroom library facilities.
 - Created facilities for holding funeral prayers.
 - Created woman's prayer and washroom facilities.
- . Delivered weekly and monthly programs. These have helped bring many families together to live as better lives children, husband, wife, fathers, mother and integrate better into society.
- . Provided services to help many local youths leave crime and anti-social behaviour and substance abuse.
- . Provided marriage counselling and advice to youth and parents.

Provided facilities to raise awareness funds for world natural disasters.

Financial review

The financial position as at the end of the year was in line with expectations.

At the balance sheet date, the charity had net assets of £4,497,114 (2022: £4,309,380). The trustees consider the financial performance of the charity during the year to be satisfactory. The objective is for the charity and its school operations to be self-sufficient.

Going concern

The Trustees have reviewed the forecast of cashflows and student numbers, and considered budgets at least for the 12 months after the date of approval of these financial statements. Consideration has been given to the fact that the mosque and the school rely on the payment of fees from families who could potentially be faced with a real impact on their financial situation over the coming months. In the event that future cashflow projections show potential shortfalls, the charity will seek to obtain additional fundraising through initiatives with its Trustees and other patrons.

Reserves policy

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 main objective of the reserve policy is to ensure that the Charity is able to meet its short term operational costs in a situation where income fall below a sustainable level. The normal 3 months spend is met as it has circa £430K cash at bank, which is sufficient to cover this. The main liabilities are gifted loans which are only called upon if the Charity has the ability to repay. The actual unrestricted reserve at the end of the year is £4,497,114 (2022 - £4,309,380). The board of Trustees consider that the reserve policy is adequate, given the level of performance of the school and based on the premise that the giving nature is generous in a faith based organisation.

Major risks

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.

ESHA' ATUL ISLAM

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

The trustees acknowledge their responsibility to manage the risks faced by the charity. They have identified and given due consideration to the risks to which the charity may be exposed and are satisfied that systems are in place to mitigate exposure to those risks. The principal risks being a significantly reduced student intake which would directly impact on fee income, the school buildings becoming uninhabitable (e.g. due to damage) and fraud and error. These risks are managed through a concerted programme of media advertising to attract students to the schools. Regular independent fire and risk assessments are carried out of the premises and a disaster recovery plan is in place in the event the buildings are unavailable so that tuition can continue elsewhere. Appropriate financial controls and reporting systems are in place to provide reasonable assurance against fraud and error.

Structure, governance and management

The organisation is managed and operated by the Executive Committee, together the office-bearers, who are also part of the Executive Committee. The Trustees have delegated the operational and financial roles to the Executive Committee and Office Bearers, who's role is.

- To ensure the organisation conducts its activities in line with the charter, laws and relevant regulations.
- To raise funds by means of voluntary donations, subscriptions, appeals and manage funds.
- The Executive Committee is also responsible for the management of London Islamic School and have also delegated some of their responsibilities to a sub-Education Committee.
- The Executive Committee shall have power to incur debt for or on behalf of Esha 'Atul Islam subject to the approval of the Trustees.
- Make day to day operational and financial decisions.
- All decisions of the Executive Committee shall be by the majority of the office bearers present and voting at duly called meeting and shall be binding on all members.
- The Executive Committee shall have power to ask General Secretary and/or Treasurer to provide the necessary information regarding the financial position of Esha 'Atul Islam. If the Executive Committee find or detect any irregularities the committee shall have power to cease any necessary documents immediately and shall ask the President to call an emergency meeting of the Executive Committee to decide further action on this matter.
- The organisation has now appointed specialist law firm and audit firm to advise and offer training to Trustees and the Executive Committee.

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

S Hoque

M Ali

A Jalil

(Appointed 6 November 2022)

Recruitment and appointment of trustees

Suitable candidates are identified by the board of trustees and appropriate training is provided when recruited.

ESHA' ATUL ISLAM

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Organisational structure

Office Bearer

President & Chairman: Maulana Shamsul Hoque (Trustee)

Vice chair: Mosobbir Ali (Trustee)

Vice Char: Abdul Jalil (Trustee)

Secretary: Enus Ali

Assistant Secretary: Azizul Hoque

Treasurer: Malik Ali

Assistant Treasurer: Abdul Hanan

Organisational Secretary: Rofique Uddin

Press Secretary: Badrul Hoque Choudhury

Executive Committee

Arkum Ali

Gulzar Alom

Mahbub Alom

S Uddin

A Choudhury

K Miah

H A Munim

B Uddin

A Ali

H Rahman

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



S Hoque

Trustee

30 January 2024

ESHA' ATUL ISLAM

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the 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;
- 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 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.

ESHA' ATUL ISLAM

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF ESHA' ATUL ISLAM

Opinion

We have audited the financial statements of Esha' Atul Islam (the 'Charity') for the year ended 31 March 2023 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and 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 Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, for the year then ended;
- 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

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.

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; or
- we have not received all the information and explanations we require for our audit.

ESHA' ATUL ISLAM

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF ESHA' ATUL ISLAM

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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

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.

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 auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Faroque Ahmed (Senior Statutory Auditor)
for and on behalf of AGP Consulting

30 January 2024

Chartered Accountants
Statutory Auditor

Q West
Great West Road
Brentford
TW8 0GP

AGP Consulting is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

ESHA' ATUL ISLAM

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

| | Notes | Unrestricted funds 2023 £ | Unrestricted funds 2022 £ |
|---|-------|------------------------------------|------------------------------------|
| Income and endowments from: | | | |
| Donations and legacies | 3 | 345,435 | 285,200 |
| Charitable activities | 4 | 430,935 | 379,443 |
| Investments | 5 | 34,269 | 33,600 |
| Other income | 6 | 8,600 | 198,837 |
| Total income | | <u>819,239</u> | <u>897,080</u> |
| Charitable activities | 7 | <u>631,505</u> | <u>615,962</u> |
| Net income and movement in funds | | 187,734 | 281,118 |
| Reconciliation of funds: | | | |
| Fund balances at 1 April 2022 | | <u>4,309,380</u> | <u>4,028,262</u> |
| Fund balances at 31 March 2023 | | <u><u>4,497,114</u></u> | <u><u>4,309,380</u></u> |

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


ESHA' ATUL ISLAM

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2023

| | | 2023 | | 2022 | |
|--|-------|---------|-------------|---------|-------------|
| | Notes | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 13 | | 6,967,690 | | 6,979,383 |
| Current assets | | | | | |
| Cash at bank and in hand | | 430,780 | | 364,453 | |
| Creditors: amounts falling due within one year | 14 | 20,156 | | 13,156 | |
| Net current assets | | | 410,624 | | 351,297 |
| Total assets less current liabilities | | | 7,378,314 | | 7,330,680 |
| Creditors: amounts falling due after more than one year | 15 | | (2,881,200) | | (3,021,300) |
| Net assets | | | 4,497,114 | | 4,309,380 |
| The funds of the Charity | | | | | |
| Unrestricted funds | | | 4,497,114 | | 4,309,380 |
| | | | 4,497,114 | | 4,309,380 |

The financial statements were approved by the Trustees on 29 January 2024



S Hoque
Trustee

ESHA' ATUL ISLAM

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

| | Notes | 2023 £ | £ | 2022 £ | £ |
|--|-------|-----------|---------|-----------|-----------|
| Cash flows from operating activities | | | | | |
| Cash generated from operations | 18 | | 74,055 | | 606,183 |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | (41,997) | | (366,789) | |
| Investment income received | | 34,269 | | 33,600 | |
| Net cash used in investing activities | | | (7,728) | | (333,189) |
| Net cash used in financing activities | | | - | | - |
| Net increase in cash and cash equivalents | | | 66,327 | | 272,994 |
| Cash and cash equivalents at beginning of year | | | 364,453 | | 91,459 |
| Cash and cash equivalents at end of year | | | 430,780 | | 364,453 |

ESHA' ATUL ISLAM

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

1 Accounting policies

Charity information

Esha' Atul Islam is a public benefit entity, it is an unincorporated charity and is a registered charity registered with the Charity Commission for England and Wales. The charity currently has three Trustees. The principle location of the Charity is 18-22 Damien Street London E1 2HX.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Constitution, 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 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.

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Income

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.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Tuition fees are recognised when entitlement has occurred. Fees are usually raised at the beginning of the academic year. Any fees relating to the future period is deferred.

Rental income is recognised in accordance with the lease agreement.

Grants, and investment income are accounted on a receivable basis.

Grant income receivable under the Coronavirus Job Retention Scheme is recognised in the same period as the employment cost to which it relates.

ESHA' ATUL ISLAM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

The charity is not VAT registered as such no input VAT is not claimed and it is included in the cost to which it relates to.

Allocation of costs

Costs are allocated between restricted and unrestricted funds according to the terms of the income and donations. Mixed expenditure are apportioned between the categories according to the income and donations they relate to.

Support costs

Supports costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs which support the charity's programmes and activities. Where support costs can not be directly allocated to a particular category of expense, they have been attributed 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 | no depreciation |
| Fixtures and fittings | 20% straight line |

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.

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. Bank overdrafts are shown within borrowings in current liabilities.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

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.

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.

ESHA' ATUL ISLAM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

3 Income from donations and legacies

| | Unrestricted funds 2023 £ | Unrestricted funds 2022 £ |
|----------------------------|------------------------------------|------------------------------------|
| Donations and gifts | 345,015 | 282,990 |
| Membership fees | 420 | 2,210 |
| | <u>345,435</u> | <u>285,200</u> |
| Donations and gifts | | |
| General donations | 344,779 | 264,638 |
| Gift aid | 236 | 18,352 |
| | <u>345,015</u> | <u>282,990</u> |

4 Income from charitable activities

| | Unrestricted funds 2023 £ | Unrestricted funds 2022 £ |
|------------------------------|------------------------------------|------------------------------------|
| London Islamic School | | |
| School fees | <u>430,935</u> | <u>379,443</u> |

5 Income from investments

| | Unrestricted funds 2023 £ | Unrestricted funds 2022 £ |
|---------------------|------------------------------------|------------------------------------|
| Rent receivable | 33,600 | 33,600 |
| Interest receivable | 669 | - |
| | <u>34,269</u> | <u>33,600</u> |

ESHA' ATUL ISLAM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

6 Other income

| | Unrestricted funds 2023 £ | Unrestricted funds 2022 £ |
|----------------------------------|------------------------------------|------------------------------------|
| Other income | - | 99,302 |
| Coronavirus Job Retention Scheme | 8,600 | 68,780 |
| Local Council Pandemic Grant | - | 30,755 |
| | <u>8,600</u> | <u>198,837</u> |

ESHA' ATUL ISLAM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

7 Charitable activities

| | London Islamic School | Running of the Mosque | Total 2023 | London Islamic School | Running of the Mosque | Total 2022 |
|---|-----------------------------|--------------------------|----------------|-----------------------------|--------------------------|----------------|
| | 2023 £ | 2023 £ | £ | 2022 £ | 2022 £ | £ |
| Staff costs | 357,908 | 42,768 | 400,676 | 397,452 | 39,090 | 436,542 |
| Depreciation and impairment | - | 53,690 | 53,690 | - | 14,881 | 14,881 |
| Rates | 11,569 | 1,571 | 13,140 | 7,317 | 1,626 | 8,943 |
| Light and heat | 7,715 | 21,423 | 29,138 | 2,464 | 20,646 | 23,110 |
| Repairs and maintenance | 129 | - | 129 | 1,237 | 10,524 | 11,761 |
| CCTV and security | 1,302 | - | 1,302 | 2,495 | - | 2,495 |
| Cleaning | 4,761 | 15,715 | 20,476 | 4,491 | - | 4,491 |
| Telephone | 3,148 | - | 3,148 | 3,246 | - | 3,246 |
| Books and stationery | 20,399 | - | 20,399 | 12,491 | - | 12,491 |
| Classroom teaching resources | - | - | - | 1,514 | - | 1,514 |
| Exam fee | 10,011 | - | 10,011 | 5,302 | - | 5,302 |
| Intelligence service | - | - | - | 4,794 | - | 4,794 |
| Events and outings | 10,952 | - | 10,952 | 8,521 | - | 8,521 |
| Summer & winter break coaching | - | - | - | 18,565 | - | 18,565 |
| Catering | 1,952 | - | 1,952 | 8,280 | - | 8,280 |
| Computer accessories | 4,152 | - | 4,152 | 5,832 | - | 5,832 |
| Subscriptions | 3,919 | - | 3,919 | - | - | - |
| | <u>437,917</u> | <u>135,167</u> | <u>573,084</u> | <u>484,001</u> | <u>86,767</u> | <u>570,768</u> |
| Share of support costs (see note 8) | 11,879 | 36,492 | 48,371 | 14,285 | 18,154 | 32,439 |
| Share of governance costs (see note 8) | 6,250 | 3,800 | 10,050 | 2,715 | 10,040 | 12,755 |
| | <u>456,046</u> | <u>175,459</u> | <u>631,505</u> | <u>501,001</u> | <u>114,961</u> | <u>615,962</u> |

ESHA' ATUL ISLAM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

8 Support costs allocated to activities

| | 2023 £ | 2022 £ |
|--------------------------------|---------------|---------------|
| Postage, Printing & Stationery | 11,356 | 12,257 |
| Insurance | 10,330 | 9,473 |
| Events | - | 430 |
| Advertising and PR | - | 525 |
| Bank Charges | 2,476 | 1,511 |
| Card Charges | 3,370 | 3,070 |
| Other Expenses | 20,839 | 5,173 |
| Governance costs | 10,050 | 12,755 |
| | <u>58,421</u> | <u>45,194</u> |
| Analysed between: | | |
| London Islamic School | 18,129 | 17,000 |
| Running of the Mosque | 40,292 | 28,194 |
| | <u>58,421</u> | <u>45,194</u> |

Governance costs comprise:

| | 2023 £ | 2022 £ |
|------------------------|---------------|---------------|
| Audit fees | 5,000 | 5,000 |
| Accountancy | 5,050 | 5,800 |
| Legal and professional | - | 1,955 |
| | <u>10,050</u> | <u>12,755</u> |

9 Trustees

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

10 Employees

The average monthly number of employees during the year was:

| 2023 Number | 2022 Number |
|----------------|----------------|
| <u>29</u> | <u>34</u> |

ESHA' ATUL ISLAM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

10 Employees (Continued)

| Employment costs | 2023 £ | 2022 £ |
|-----------------------|----------------|----------------|
| Wages and salaries | 380,423 | 425,427 |
| Social security costs | 11,831 | 7,977 |
| Other pension costs | 8,422 | 3,138 |
| | <u>400,676</u> | <u>436,542</u> |

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

11 Taxation

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

12 Volunteers

The charity benefited from the assistance provided by the volunteers, including, giving dawah, cash collections, stewarding during daily prayers, Jumu'ah and Ramadan.

13 Tangible fixed assets

| | Freehold land and buildings £ | Fixtures and fittings £ | Total £ |
|------------------------------------|-------------------------------------|-------------------------------|------------------|
| Cost | | | |
| At 1 April 2022 | 6,814,980 | 230,425 | 7,045,405 |
| Additions | <u>3,975</u> | <u>38,022</u> | <u>41,997</u> |
| At 31 March 2023 | <u>6,818,955</u> | <u>268,447</u> | <u>7,087,402</u> |
| Depreciation and impairment | | | |
| At 1 April 2022 | - | 66,022 | 66,022 |
| Depreciation charged in the year | <u>-</u> | <u>53,690</u> | <u>53,690</u> |
| At 31 March 2023 | <u>-</u> | <u>119,712</u> | <u>119,712</u> |
| Carrying amount | | | |
| At 31 March 2023 | <u>6,818,955</u> | <u>148,735</u> | <u>6,967,690</u> |
| At 31 March 2022 | <u>6,814,980</u> | <u>164,403</u> | <u>6,979,383</u> |

ESHA' ATUL ISLAM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

| 18 | Cash generated from operations | 2023 £ | 2022 £ |
|----|---|---------------|----------------|
| | Surplus for the year | 187,734 | 281,118 |
| | Adjustments for: | | |
| | Investment income recognised in statement of financial activities | (34,269) | (33,600) |
| | Depreciation and impairment of tangible fixed assets | 53,690 | 14,881 |
| | Movements in working capital: | | |
| | (Increase)/decrease in debtors | - | 12,573 |
| | (Decrease)/increase in creditors | (133,100) | 331,211 |
| | Cash generated from operations | <u>74,055</u> | <u>606,183</u> |
| 19 | Analysis of changes in net funds | | |

The Charity had no material debt during the year.