

KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT

England & Wales · Charity number 287686

Details

Other names	HYDERI ISLAMIC CENTRE
Status	Registered
Legal form	Other
Registered	1983-09-20
Register	View on the Charity Commission register

Contact

Address	6 Pioneer Place Croydon Surrey CR0 9AW
Phone	02087697553
Email	hyderi@hyderi.org.uk
Website	www.hyderi.org.uk

Activities

Objects: TO PROMOTE AND ADVANCE BY SUCH MEANS AS ARE ACCORDING TO THE LAW OF ENGLAND EXCLUSIVELY CHARITABLE THE ISLAMIC RELIGION IN ACCORDANCE WITH THE PRINCIPALS OF THE SHIA ITHNA-ASHRI SHARIAT AND TO PROVIDE FOR THE RELIEF OF POVERTY AMONG MOSLEMS OF THE SHIA ITHNA-ASHRI FAITH.

Activities: The Khoja Shia Ithna-Asheri (South London) Jamaat promotes and advances the Islamic religion in accordance with the principles of the Shia Ithna-Asheri faith.

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** Religious Activities
- **Who:** People Of A Particular Ethnic Or Racial Origin

Geography

- Croydon
- Lambeth

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,457,361	£1,248,599	£9,275,300	14
2023-12-31	£1,385,275	£1,127,285	£9,066,538	14
2022-12-31	£1,323,540	£912,113	£8,874,696	16
2021-12-31	£1,912,701	£888,064	£8,448,285	16
2020-12-31	£3,933,032	£632,351	£7,433,648	17

Trustees

Name	Role	Appointed
Aliasgar Khimani	Chair	2023-06-04
Hasan Kermali		2023-06-04
Ishrat Master		2025-06-22
Muhammad Asgher Raza		2023-06-04
Qasim Alidina		2023-06-04
Rizwana Panjvani		2025-06-22
Sajjidali Alidina		2023-06-04
Salma Moledina		2023-06-04
Shahbaaz Ali Mahmood Khan		2023-06-04
Zahida Asharia		2023-06-04

Accounts

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

A Registered Charity in the U.K. Number : 287686

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CHARITY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2024

Charity Registration Number 287686

Governing Document The Constitution

Managing Trustees

President	Aliasgar Khimani	
Vice President	Shahbaaz Ali Mahmood Khan	
Secretary	Muhammad Asger Raza	
Assistant Secretary	Hasnain Asharia	
Treasurer	Qasim Alidina	
Assistant Treasurer	Hasan Kermali	
Mukhi	Shabbar Ali Jadawji	
Assistant Mukhi	Sajidali Alidina	
Trustee	Nazia Khan	(resigned 22/06/25)
Trustee	Zahida Asharia	
Trustee	Salma Moledina	
Trustee	Siddika Lalji	(resigned 22/06/25)
Trustee	Rizwana Panjvani	(appointed 22/06/25)
Trustee	Ishrat Master	(appointed 22/06/25)

Registered Address Hyderi Islamic Centre
26 Estreham Road
London
SW16 5PQ

Bankers HSBC
117 Balham High Road
London
SW12 9AS

Auditors Brian Paul Limited
159a Chase Side
Enfield
Middlesex
EN2 0PW

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT OF THE MANAGING TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2024

The Managing Trustees have pleasure in presenting their annual report together with the audited financial statements of The Khoja Shia Ithna-Ashri (South London) Jamaat (the Charity) for the year ended 31 December 2024. The Charity operates as Hyderi Islamic Centre (Hyderi).

The Trustees confirm that the annual report and financial statements of Hyderi comply with the current statutory requirements of the Charity's governing document and the provisions of the applicable charities Statement of Recommended Practice (SORP), UK Accounting Standards and the Charities Act 2011.

Structure, governance and management

The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi) is a registered charity (No: 287686). It is governed by the constitution adopted on 2 October 1983. A revised and updated constitution was approved by members on 5 February 2023. The Khoja Shia Ithna-Ashri (South London) Jamaat promotes and advances the Islamic religion in accordance with the principles of the Shia Ithna-Ashri faith. Its objectives and powers are set up in the constitution. It is managed by elected Managing Trustees who are responsible for the day to day running of the Charity.

Public Benefit Statement

The Managing Trustees have considered the general guidance on public benefit issued by the Charities Commission and have taken due regard of that guidance. The Managing Trustees consider that they are satisfied that the charity's activities do provide a public benefit.

Objectives and activities

The Khoja Shia Ithna-Ashri (South London) Jamaat's objective is to advance the religion of Islam and education, the provision of social and religious welfare activities and to provide relief of poverty among Shia Muslims.

a) Propagation of Islam

Propagation of Islam is the main activity of the Charity and this was carried out by arranging regular lectures at the Centre and arranging weekly religious programmes in English and other languages. Madressa classes were also held to teach Quran to students.

b) Educational support

During the year, support was provided to various individuals and children were taught at the Hyderi Islamic school and Hyderi Nursery.

c) Social, religious and welfare activities

During the year, Hyderi organised various activities in celebration of Ramadan, Eid, Hajj and other Islamic festivals for members and new converts who have no affiliation with other Islamic communities. Counselling sessions were provided to those with marriage and family predicaments. Facilities for weddings and funerals are carried out throughout the year.

Achievements and performance

The Charity continues to provide prayer facilities at the Centre to promote the Muslim faith to all age groups and to provide services to learn the teachings of the Quran. The Charity offers facilities to

members to promote the Muslim way of life through guest speakers. The Charity continues to offer membership and burial facilities and receive income from its rental properties. The Nursery and Islamic schools for the children have been a successful furtherance of offering Islamic teaching. These achievements would not have been possible without the commitment and dedication of volunteers.

Objectives and Investment Powers

In order to meet the objectives, the Managing Trustees can secure the provision of Mosques and Imambaras (centres), provide and establish schools and education and provide other religious services. The Managing Trustees can raise funds for the upkeep, restoration and repair of the buildings used for this purpose and to provide other services to meet these objectives. Trust funds of over £15,000 can only be invested or utilised on a single project after the approval of the general body.

Appointment of trustees

The existing Managing Trustees were elected on 4 June 2023 replacing the previous Trustees to serve for a term of two years.

Related parties

The Charity does not hold assets on behalf of any another Charity, company or individual.

Results and Financial review

The results for the year are as shown in the financial statements. The statement of financial activities shows the incoming resources, and the resources expended by the different activities conducted under the Charity's name. It also shows how the Charity's funds have been applied during the year. The gross receipts of the Charity were £1,457,361 (2023: £1,385,275). Of this £403,965 were restricted funds and gross expenditure amounted to £1,248,599 (2023: £1,127,285). Gift aid receipt was £74,149 (2023: £70,086). As the Charity's income is dependent upon the goodwill of worshippers, the managing trustees are of the opinion that the level of direct activities should be proportionate to such income. Accordingly, many of the activities during the year were arranged to be self-sufficient with funding raised accordingly at the time.

At 31 December 2024, the balance on the restricted fund was £70,108 (2023: £56,158) and Burial Funds were £345,510 (2023: £280,065).

Fixed Assets

The changes in fixed assets are shown in the notes to the financial statements. During the year the charity purchased a new hearse and also purchased a new cemetery plot, which have both been reflected in the accounts.

Investment Properties

Statement of Recommended Practice, "Accounting and Reporting by Charities" requires investment properties to be included in the financial statements at market value. The Investment properties were valued in January 2021 by an independent professional valuer SW17 Surveyors Limited. The managing trustees are of the opinion that these reflect current market value.

Key management personnel remuneration

Trustees are required to disclose all relevant interests and register them with the Secretariat, and, in accordance with policy, withdraw from decisions where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in notes 21 and 22 to the accounts.

Risk Management

The Managing Trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the operations and finances including fundraising and use of restricted funds. The Managing Trustees are satisfied that systems are in place to mitigate our exposure to these risks and the processes implemented are designed to minimise any potential impact on the Charity should any of these risks materialise.

Reserves Policy

The Managing Trustees have examined the Charity's requirement for reserves and has established a policy whereby the unrestricted funds held by the Charity should continue to be a minimum of 3 months of the unrestricted expenditure of Hyderi only. This equates to approximately £246,196 (2023: £169,880)

Pioneer Place

During 2024 the charity completed the fire safety upgrades and new fencing was placed around the perimeter. The site was partially damaged by flooding during the year for which repairs and renovations works were undertaken to rectify and an insurance claim was made for the works.

Transfer of funds

During the year the trustees called an SGM with the members to approve the transfer of designated funds raised over the years for the purchase of freehold property, investment properties and fixture and fittings. This is mentioned in note 24 of the accounts.

Statement of Trustees' Responsibilities

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 & 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 period. 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 judgments and estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue to operate in the future.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

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

Disclosure of information to auditors

Each of the trustees has confirmed that there is no other information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution will be proposed at the Annual General Meeting that Brian Paul Limited be re-appointed as Auditors of the Charity.

Approved by the Managing Trustees and signed on its behalf by:



Treasurer: Qasim Alidina

Date: 10/31/2025

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2024

Opinion

We have audited the financial statements of the Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre) (the 'charity') for the year ended 31 December 2024 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of 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 charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate, or
- The trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2024

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. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2024

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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:

The extent to which the audit was considered capable of detecting irregularities including fraud.

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:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
 - we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our knowledge and experience of the charity sector;
 - 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 company, including the Charities Act 2011, UK Taxes Acts, data protection, anti-bribery, employment, environmental and health and safety legislation;
 - we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
 - identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.
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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2024

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- investigated the rationale behind significant or unusual transactions; and

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;
- enquiring of management as to actual and potential litigation and claims;

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
 - Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2024

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.



Parvez Dalal (Oct 31, 2025 22:57:35 GMT)

Parvez Dalal ACA, FCCA (Senior Statutory Auditor)

**For and on behalf of
Brian Paul Limited
Chartered Accountants & Statutory Auditors
159a Chase Side
Enfield
Middlesex
EN2 0PW**

10/31/2025
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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted Funds	Restricted Funds	Total Funds 2024	Total Funds 2023
		£	£	£	£
Income					
Voluntary income	2	267,374	343,347	610,721	635,597
Fundraising income	3	221,030	60,618	281,648	266,075
Investment income	4	140,715	-	140,715	125,783
Charitable activities income	5	324,537	-	324,537	304,753
Other income	6	99,740	-	99,740	53,067
Total income		1,053,396	403,965	1,457,361	1,385,275
Expenditure					
Fundraising costs		5,832	-	5,832	433
Investments management costs		8,758	-	8,758	8,111
Charitable activities costs		931,412	263,817	1,195,229	1,084,326
Governance costs		38,781	-	38,781	34,415
Total expenditure	7	984,783	263,817	1,248,599	1,127,285
Net income		68,613	140,149	208,762	257,990
Transfers between funds	24	5,456,475	(5,456,475)	-	-
Adjustments		-	-	-	(63,119)
Net loss on disposal of vehicle		-	-	-	(3,029)
Net movement in funds		5,525,089	(5,316,327)	208,762	191,842
Funds brought forward at the start of the year		2,316,275	6,750,263	9,066,538	8,874,696
Funds carried forward at the end of the year	20	7,841,364	1,433,936	9,275,300	9,066,538

The notes on pages 16 to 25 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	Notes	2024	2024	2023	2023
		£	£	£	£
Fixed assets					
Tangible assets	8	9,106,786		9,116,136	
Investments	9	<u>1,880,000</u>		<u>1,880,100</u>	
Total fixed assets			10,986,786		10,996,236
Current assets					
Stock	10	-		-	
Debtors	11	161,730		176,471	
Cash at bank and in hand	12	<u>195,175</u>		<u>181,215</u>	
Total current assets		356,905		357,686	
Liabilities					
Creditors: amounts falling due within one year	13	(652,370)		(489,777)	
Net current assets			(295,465)		(132,091)
Total assets less current liabilities			10,691,321		10,864,145
Creditors: amounts falling due after more than one year	14		(1,416,021)		(1,797,607)
Net assets	20		9,275,300		<u>9,066,538</u>
The funds of the charity					
Unrestricted funds					
General funds	15	<u>7,841,364</u>	7,841,364	<u>2,316,275</u>	2,316,275
Restricted funds					
Designated funds	16	2,631		5,398,353	
Burial fund	17	345,510		280,065	
Revaluation reserve	18	1,015,687		1,015,687	
Others	19	<u>70,108</u>		<u>56,158</u>	
			1,433,936		6,750,263
Total charity funds	20		9,275,300		<u>9,066,538</u>

The financial statements were approved by the Managing Trustees and signed on their behalf by:


 Aliasgar Khimani (Oct 31, 2025 22:55:41 GMT)
 President: Aliasgar Khimani
 Date: 10/31/2025


 Hon Treasurer: Qasim Alidina
 10/31/2025

The notes on pages 16 to 25 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024	2024	2023	2023
		£	£	£	£
Cash flows from operating activities					
Net movements in funds			208,762		191,842
Adjustments for:					
Investment income	4	(138,570)		(123,195)	
Interest income	4	(2,145)		(2,588)	
Depreciation of tangible fixed assets	8	35,285		45,325	
Realised loss on disposal of asset	9	100		3,029	
(Increase)/Decrease in stock	10	-		1,411	
(Increase)/Decrease in debtors	11	14,741		153,003	
(Increase) in creditors	13/14	(239,602)		581,487	
Net cash inflow from operating activities			(330,191)		658,471
Cash flows from investing activities					
Investment income	4	138,570		123,195	
Interest income	4	2,145		2,588	
Purchase of tangible fixed assets	8	(25,936)		(1,295,979)	
Sale of investment property	9	-		-	
Net cash (outflow)/inflow from investing activities			114,779		(1,170,196)
Cash flows from financing activities					
Bank loan	14	20,609		48,338	
Net cash inflow from financing activities			20,609		48,338
Change in cash and cash equivalents in the year			13,959		(271,545)
Cash and cash equivalents at beginning of the year			181,215		452,760
Cash and cash equivalents at end of the year	12		195,175		181,215

The notes on pages 16 to 19 form a part of these financial statements

**THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT
(HYDERI ISLAMIC CENTRE)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024**

1 General information

The Charity is a registered Charity in England and Wales and is unincorporated. The address of the Charity is 26 Estreham Road, London, SW16 5PQ.

1.1 Statement of compliance

The financial statements have been prepared 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) (effective 1 January 2015) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

1.2 Accounting Policies

1.2.1 Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investment properties measured at fair value through income or expenditure. The financial statements are prepared in sterling which is the functional currency of the entity.

1.3 Going concern

There are no material uncertainties about the Charity's ability to continue for the foreseeable future. The Trustees are therefore satisfied that the Charity has sufficient reserves to continue as a going concern for the foreseeable future.

1.4 Aggregate Accounts and Related Activities

The consolidated accounts include the results of the financial activities of Hyderi Jamaat, Hyderi Nursery School and Hyderi Islamic School prepared to 31 December each year. A consolidated Statement of Financial Activities, Statement of Financial Position and Cash Flow Statement at the year-end has also been prepared.

1.5 Freehold Land and Properties

The freehold property is valued at historic cost and is not depreciated, as the Mosque and related community buildings have a considerable long useful life. This is a departure from accounting standard but in the opinion of the Trustees presents the buildings at a fairer value relative to recent valuations conducted. Where, refurbishment and maintenance take place such expenditure is charged to the income and expenditure account in the year in which it is incurred. Accordingly, the Trustees consider that the life of the freehold property is such that its depreciation is not significant. Freehold land is not depreciated.

1.6 Leasehold Land

This is an 80-year lease acquired on a plot in Section 2 of Rowan Road Cemetery of 236 reserved graves at £1,100 each at a total cost of £259,600. This is being depreciated at the rate of £1,100 per

burial that takes place each year. The cost of the land and the related liability has been reflected in the financial statements.

During the year the charity purchased a further plot at Bluebell cemetery of 282 graves at a cost of £4,344 each at a total cost of £1,225,008. This is being depreciated at the rate of £4,344 per burial that takes place each year. The cost of the land and the related liability has been reflected in the financial statements.

1.7 Other Tangible Fixed Assets

Other tangible fixed assets are stated at historical cost or valuation less depreciation. Depreciation is provided on all other tangible fixed assets at rates calculated to write off the cost, less estimated residual values of each asset over its expected useful life as follow

Fixtures and Equipment : 20% per annum by the reducing balance method.

Hearse : 25% per annum by the reducing balance method.

1.8 Donated Tangible Assets

Donated tangible assets which can be valued are included in the financial statements at their estimated market value. Donated tangible assets that are impractical to value are not included in the financial statements.

1.9 Stock

Stock consists of coffins and other burial related supplies. These are charged as expenses based on usage. Other stock consists of books and toys. The financial statements do not include any stock of books and toys as these are replaced continuously. All such costs are charged as expenses when incurred.

1.10 Disbursements and Resources Expended

The disbursements of various funds received were made according to the Islamic laws, with the guidance and permission of our Marjah and as per the constitution of the Charity. Support costs are those incurred in connection with governance and administration of the Charity and in compliance with constitutional and statutory requirements.

1.11 Investment Properties

Investment property is included in the Statement of Financial Position at open market value. The value is generally established by reference to independent 3rd party valuations obtained by the Trustees. A full valuation was carried out in January 2021 by SW17 Surveyors Limited. The view of the Executive Committee is that the valuation reflects the current market value.

1.12 Restricted Funds

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilised in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents.

1.13 Designated Funds

Designated funds are funds which have been set aside or utilised for a specific purpose and are not available for general use.

1.14 Income

These comprise income which is accounted for in the period in which it is received. Grants and Gift Aid are recognised when receivable and subscriptions for membership are recognised when received. Gift Aid received is treated as unrestricted income and utilised against the support costs of the charity.

All income is included gross and related expenditure is included as expenditure. Investment income is included in the accounts on an accruals basis.

1.15 Deferred Income

Deferred Income is recognised in the period to which it relates.

1.16 Expenditure

Costs of generating funds are those costs incurred in furthering the aim and objects of the charity.

Governance comprises the costs of compliance with constitutional and statutory requirements and costs related to the strategic management of the charity.

Support costs are costs which are common to a number of activities and are charged to activities on the basis of a proportion of the use of the resource to the charitable activity.

In accordance with the Charities SORP (FRS 102), the general volunteer time of members and trustees is not recognised. The Trustees' annual report includes more information about their contribution.

1.17 Donated Services

No amounts are included in the financial statements for services donated by volunteers because these amounts cannot be quantified with reasonable accuracy.

1.18 Support cost

The number of staff involved in an activity is deemed to be the appropriate basis for allocating support costs as it closely reflects the resources usage of the support functions of the core activities.

1.19 Taxation

As the Charity is not registered for VAT, all costs shown are inclusive of VAT. No provision has been made for corporation or deferred tax as Hyderi is a registered charity and exempt from tax.

1.20 Financial instruments

The Charity has no Financial Instruments.

1.21 Pensions

Employees of the Charity are entitled to join a defined contribution pension scheme. The charity contribution is restricted to the contributions disclosed in note 7b. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within staff costs.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

	Unrestricted Funds	Restricted Funds	Total Funds 2024	Total Funds 2023
	£	£	£	£
2 Voluntary income				
General Funds	75,104	-	75,104	101,224
Nyaz & Majlises	27,921	-	27,921	15,870
Ahl-ul-Bayt (A.S)	15,102	-	15,102	17,880
Gift aid tax income	74,149	-	74,149	70,086
Pioneer place donations	-	2,631	2,631	11,342
Jummah donations	5,111	-	5,111	5,208
Cemetery maintenance	873	-	873	107
Special activities income	120	-	120	19,665
Courses	9,345	-	9,345	-
Burial subscriptions	-	81,601	81,601	40,740
Religious/relief activities	-	259,115	259,115	286,041
Announcements	12,795	-	12,795	6,550
Subscriptions received	46,855	-	46,855	60,884
	<u>267,374</u>	<u>343,347</u>	<u>610,721</u>	<u>635,597</u>
3 Fundraising income				
Fundraising income	14,815	-	14,815	1,228
Ramadhan funding	49,924	-	49,924	54,177
Muharram funding	34,128	-	34,128	35,203
Bluebell cemetery	-	60,618	60,618	151,999
Burial services	7,050	-	7,050	2,400
Tablets funding	8,064	-	8,064	14,382
Specific appeals	92,990	-	92,990	-
Special activities	2,778	-	2,778	1,967
Shop income/canteen	3,681	-	3,681	270
Letting/hire income	7,600	-	7,600	4,449
	<u>221,030</u>	<u>60,618</u>	<u>281,648</u>	<u>266,075</u>
4 Investment income				
Interest received	2,145	-	2,145	2,588
Rental income	138,570	-	138,570	123,195
	<u>140,715</u>	<u>-</u>	<u>140,715</u>	<u>125,783</u>
5 Charitable activities income				
Fees received	160,220	-	160,220	156,832
Grants received	164,317	-	164,317	147,128
Sales	-	-	-	793
	<u>324,537</u>	<u>-</u>	<u>324,537</u>	<u>304,753</u>
6 Other income				
Insurance claims	99,740	-	99,740	45,976
Disposal proceeds	-	-	-	7,091
	<u>99,740</u>	<u>-</u>	<u>99,740</u>	<u>53,067</u>

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

	Direct costs	Support costs	Restricted Funds	Total 2024	Total 2023
7 Total expenditure					
Charitable activities costs	£	£	£	£	£
- Religious activities	258,972	498,224	263,817	1,021,012	891,440
- Nyaz & Majlises	38,060	-	-	38,060	53,258
- Secular education	123,844	12,313		136,156	139,627
	420,876	510,536	263,817	1,195,229	1,084,326
Fundraising costs	5,832	-	-	5,832	433
Investments management costs	8,758	-	-	8,758	8,111
Governance costs	38,781	-	-	38,781	34,415
	474,246	510,536	263,817	1,248,599	1,127,285

	2024	2023
7a Support costs	£	£
Cleaning	6,486	9,620
Licences	35	4,095
Heat, light & water	60,335	39,589
Rates	(6,462)	8,960
Insurances	16,900	12,412
Security	-	350
Repairs & maintenance	16,816	9,170
Rep & maint - Pioneer PI	219,851	144,022
Rep & maint - Pioneer PI bung	5,310	4,650
Cemetery maintenance	3,307	5,831
Toys/activities	657	375
Food	1,918	1,370
Travel	1,908	792
Telephone/broadband	7,919	5,622
SMS	-	-
Postage	346	-
Stationery	1,634	381
Printing/photocopying	92	80
Health & Safety	750	1,234
Books	-	1,050
Website	1,869	194
Equipment purchases	7,744	5,297
Losses and write offs	850	1
Sundries	1,712	1,613
Software license costs	7,226	709
Depreciation	35,285	45,324
Bank charges	4,582	3,954
Card charges	6,100	3,921
Fees paid	-	335
Interest paid	107,365	107,348
	510,536	418,299

	2024	2023
7b Staff costs*	£	£
Salaries and wages	171,045	168,942
PAYE/Employer NI	2,970	4,400
Pension contributions	2,577	2,643
	176,592	175,985

Staff Numbers

The average monthly number of employees:

	2024	2023
Management	3	3
Nursery Staff	11	11
	14	14

Staff costs have been allocated to direct charitable expenses on the basis of number of direct staff supported during the year. No employee received remuneration amounting to more than £60,000 in either year

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

12 Cash and Bank

	2024	2023
	£	£
Current and deposit accounts	195,175	180,644
Petty cash	-	571
	195,175	181,215

13 Creditors: Amounts falling due within one year

	2024	2023
	£	£
Taxation and social security	-	-
Pension liability	605	510
Accrued expenses	11,500	12,220
Other creditors	310,733	388,047
Deferred Income	303,423	40,103
Bank loans	20,609	43,397
SCI Funerals Limited (Note 14)	5,500	5,500
	652,370	489,777

14 Creditors : Amounts falling due after more than one year

	2024	2023
	£	£
SCI Funerals Limited		
Balance at 1 January	88,400	88,400
Payments in the year	(3,300)	-
Balance at 31 December	85,100	88,400
Less: Due within one year (Note 13)	(5,500)	(5,500)
SCI Funerals Limited balance	79,600	82,900
Bank loan	1,036,421	1,364,707
Bluebell cemetery	300,000	350,000
Other creditors	-	-
Balance due after more than one year at 31 December	1,416,021	1,797,607

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

	Balance 01.01.2024	Income	Expenditure	Transfers	Disposal	Adjustment	Balance 31.12.2024
	£	£	£	£			£
Balances at 1 January 2024	2,316,275	1,053,396	(984,783)	5,456,475	-	-	7,841,364
	2,316,275	1,053,396	(984,783)	5,456,475	-	-	7,841,364

	Freehold properties	Leasehold properties	Investment properties	Fixtures & Fittings	Total
	£	£	£	£	£
Balances at 1 January 2024	5,074,071	-	224,451	99,831	5,398,353
Pioneer Place donations	2,631	-	-	-	2,631
Bluebell donations	-	60,618	-	-	60,618
Adjustments	-	-	-	-	-
Transfers	(5,074,071)	(60,618)	(224,451)	(99,831)	(5,458,971)
Balance at 31 December 2024	2,631	-	-	-	2,631

	2024	2023
	£	£
Balances at 1 January 2024	280,065	246,933
Received during the year	81,601	40,740
Payments for burials of scheme mebers	(12,856)	(7,608)
Transfer for payment to SCI Funerals	(3,300)	-
	345,510	280,065

	Balance 01.01.2024	Balance 31.12.2023
	£	£
Investment properties	1,015,687	1,015,687
	1,015,687	1,015,687

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

19 Restricted funds - Others

	Balance 01.01.2024 £	Income £	Expenditure £	Transfers	Balance 31.12.2024 £
Hyderi - Internal					
Ghusal Kafan	13,785	2,681	(42)	-	16,424
Sports - Gents	126	41,564	(37,136)	-	4,555
Sports - Ladies	(332)	19,326	(18,133)	-	861
Workshop	2,003	6,613	(4,453)	-	4,162
Library	1,917	40	(138)	-	1,819
Seniors		2,903	(3,699)	796	-
Hyderi connect	703	1,830	(1,031)	-	1,503
Hyderi Health		420	(600)	180	-
Hearse fund	1,943	-	-	-	1,943
Quran competition	(3,177)	3,455	(4,905)	4,627	-
Al Mujtaba Youth	488	1,120	(1,801)	193	-
Funeral Service	-	-	-	-	-
Haraka	396	-	-	-	396
Volunteers fund	340	-	-	-	340
HFC	879	-	-	-	879
Ghadeer fund	-	-	-	-	-
Ladies activities	3,479	40	(1,493)	-	2,026
Arbaeen walk	8,947	32,644	(27,306)	-	14,285
		-	-	-	-
Total - Internal	31,499	112,636	(100,738)	5,796	49,191
External					
Pakistan Relief	-			-	-
Others	47	4,000	(4,000)	-	47
Lebanon	-	29,926	(31,650)	1,724	-
Palestine relief	5,461	8,391	(13,852)	-	-
Afghanistan	125	180	(245)	-	60
AAWA	-	382	(342)	-	40
Fidya/Kaffara	2	674	(676)	-	-
Fitra	-	6,803	(6,803)	-	-
Khums - Sehme Imam	1,375	38,269	(39,619)	-	25
Khums - Sehme Sadaat	1,375	34,124	(35,474)	-	25
Poor, Widows & Orphans	44	2,151	(2,056)	-	139
Radde Mazallim	75	10	(85)	-	-
Welfare Fund/Sadqa	16,155	18,958	(12,809)	(1,724)	20,581
WF Aid	-	2,370	(2,370)	-	-
ZCSS	-	240	(240)	-	-
Total - External	24,660	146,479	(150,222)	-	20,917
Total Others	56,158	259,115	(250,960)	5,796	70,108
Burial Fund	280,065	81,601	(12,856)	(3,300)	345,510
Designated fixed asset fund	5,398,353	63,249	-	(5,458,971)	2,631
Total Restricted Funds	5,734,576	403,965	(263,817)	(5,456,475)	418,249

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

20 Analysis of net assets between funds

	General Funds £	Restricted Funds £	Total Funds £
Fund balances at 31 December 2024			
represented by:			
Total fixed assets	7,841,364	1,015,687	8,857,051
Net current assets	-	418,249	418,249
	7,841,364	1,433,936	9,275,300

Fund balances at 31 December 2023

represented by:

Total fixed assets	2,316,275	5,398,353	1,015,687	8,730,315
Net assets	-	-	336,223	336,223
	2,316,275	5,398,353	1,351,910	9,066,538

21 Trustees

The trustees received no remuneration for services provided to Hyderi (2023: Nil). No trustees received reimbursement for costs for attending meetings or travelling costs in the year (2023: Nil).

22 Related Party Transactions

Hyderi is a member of a regional council, The Council of European Jamaats (COEJ), which represents Hyderi at the global level through The World Federation of Khoja Shia Ithna-Ashri Muslim Communities. Both these Charities are registered with the Charities Commission in the UK and represent Hyderi when dealing with international aid and relief work.

Most of the external restricted funds collected by Hyderi are channelled through COEJ. During the year, the external restricted funds of £129,789 (2023 - £22,341) were remitted to COEJ.

23 Financial commitments

Payable within:	2024	2023
One year	-	15,138
Between two and five years	-	-
	-	15,138

24 Transfer of funds

During the year, an amount of £5,456,475 was transferred from restricted funds to unrestricted funds. The majority of this transfer (£5,458,971) relates to designated fixed asset funds that have been utilised for the specific purposes for which they were originally collected. The surplus remaining in the designated fixed asset fund has been transferred to general funds. This transfer was approved by all trustees and members of the charity at a Special General Meeting (SGM) held on 15 December 2024.

Accounts 2024 - final

Final Audit Report

2025-10-31

Created:	2025-10-31
By:	Parvez Dalal (parvez@brianpaul.co.uk)
Status:	Signed
Transaction ID:	CBJCHBCAABAAK88wVq3SvIIAC-hIn9xj4cjp14BWPEuH

"Accounts 2024 - final" History

-  Document created by Parvez Dalal (parvez@brianpaul.co.uk)
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-  Document emailed to treasurer@hyderi.org.uk for signature
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-  Email viewed by treasurer@hyderi.org.uk
2025-10-31 - 10:25:05 PM GMT
-  Signer treasurer@hyderi.org.uk entered name at signing as Qasim Alidina
2025-10-31 - 10:26:07 PM GMT
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-  Email viewed by president@hyderi.org.uk
2025-10-31 - 10:54:49 PM GMT
-  Signer president@hyderi.org.uk entered name at signing as Aliasgar Khimani
2025-10-31 - 10:55:39 PM GMT
-  Document e-signed by Aliasgar Khimani (president@hyderi.org.uk)
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Signature Date: 2025-10-31 - 10:57:35 PM GMT - Time Source: server

 Agreement completed.

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Accounts

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

A Registered Charity in the U.K. Number : 287686

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CHARITY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2023

Charity Registration Number 287686

Governing Document The Constitution

Managing Trustees

President	Aliasgar Khimani (elected 4 June 2023)
Vice President	Shahbaaz Ali Mahmood Khan (elected 4 June 2023)
Secretary	Muhammad Asger Raza (elected 4 June 2023)
Assistant Secretary	Hasnain Asharia (elected 4 June 2023)
Treasurer	Qasim Alidina (elected 4 June 2023)
Assistant Treasurer	Hasan Kermali (elected 4 June 2023)
Mukhi	Shabbar Ali Jadawji (elected 4 June 2023)
Assistant Mukhi	Sajidali Alidina (elected 4 June 2023)
Trustee	Nazia Khan (elected 4 June 2023)
Trustee	Zahida Asharia (elected 4 June 2023)
Trustee	Salma Moledina (elected 4 June 2023)
Trustee	Siddika Lalji (elected 4 June 2023)

Vice President	Mohsin Asaria (resigned 4 June 2023)
Secretary	Sajjad Kara (resigned 4 June 2023)
Assistant Secretary	Nawal Jeraj (resigned 4 June 2023)
Treasurer	Salim Master (resigned 4 June 2023)
Assistant Treasurer	Bekerali Alidina (resigned 4 June 2023)
Mukhi	Mohib Rajwani (resigned 4 June 2023)
Assistant Mukhi	Abbas Kara (resigned 4 June 2023)
Trustee	Zishaan Moledina (resigned 4 June 2023)
Trustee	Sukaina Rajwani (resigned 4 June 2023)
Trustee	Shahida Alidina (resigned 4 June 2023)
Trustee	Sajida Hassam (resigned 4 June 2023)

Registered Address Hyderi Islamic Centre
26 Estreham Road
London
SW16 5PQ

Bankers HSBC
117 Balham High Road
London
SW12 9AS

Auditors Brian Paul Limited
Chase Green House
42 Chase Side
Enfield
Middlesex
EN2 6NF

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT OF THE MANAGING TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2023

The Managing Trustees have pleasure in presenting their annual report together with the audited financial statements of The Khoja Shia Ithna-Ashri (South London) Jamaat (the Charity) for the year ended 31 December 2023. The Charity operates as Hyderi Islamic Centre (Hyderi).

The Trustees confirm that the annual report and financial statements of Hyderi comply with the current statutory requirements of the Charity's governing document and the provisions of the applicable charities Statement of Recommended Practice (SORP), UK Accounting Standards and the Charities Act 2011.

Structure, governance and management

The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi) is a registered charity (No: 287686). It is governed by the constitution adopted on 2 October 1983. A revised and updated constitution was approved by members on 5 February 2023. The Khoja Shia Ithna-Ashri (South London) Jamaat promotes and advances the Islamic religion in accordance with the principles of the Shia Ithna-Ashri faith. Its objectives and powers are set up in the constitution. It is managed by elected Managing Trustees who are responsible for the day to day running of the Charity.

Public Benefit Statement

The Managing Trustees have considered the general guidance on public benefit issued by the Charities Commission and have taken due regard of that guidance. The Managing Trustees consider that they are satisfied that the charity's activities do provide a public benefit.

Objectives and activities

The Khoja Shia Ithna-Ashri (South London) Jamaat's objective is to advance the religion of Islam and education, the provision of social and religious welfare activities and to provide relief of poverty among Shia Muslims.

a) Propagation of Islam

Propagation of Islam is the main activity of the Charity and this was carried out by arranging regular lectures at the Centre and arranging weekly religious programmes in English and other languages. Madressa classes were also held to teach Quran to students.

b) Educational support

During the year, support was provided to various individuals and children were taught at the Hyderi Islamic school and Hyderi Nursery.

c) Social, religious and welfare activities

During the year, Hyderi organised various activities in celebration of Ramadan, Eid, Hajj and other Islamic festivals for members and new converts who have no affiliation with other Islamic communities. Counselling sessions were provided to those with marriage and family predicaments. Facilities for weddings and funerals are carried out throughout the year.

Achievements and performance

The Charity continues to provide prayer facilities at the Centre to promote the Muslim faith to all age groups and to provide services to learn the teachings of the Quran. The Charity offers facilities to

members to promote the Muslim way of life through guest speakers. The Charity continues to offer membership and burial facilities and receive income from its rental properties. The Nursery and Islamic schools for the children have been a successful furtherance of offering Islamic teaching. These achievements would not have been possible without the commitment and dedication of volunteers.

Objectives and Investment Powers

In order to meet the objectives, the Managing Trustees can secure the provision of Mosques and Imambaras (centres), provide and establish schools and education and provide other religious services. The Managing Trustees can raise funds for the upkeep, restoration and repair of the buildings used for this purpose and to provide other services to meet these objectives. Trust funds of over £15,000 can only be invested or utilised on a single project after the approval of the general body.

Appointment of trustees

The existing Managing Trustees were elected on 4 June 2023 replacing the previous Trustees to serve for a term of two years.

Related parties

The Charity does not hold assets on behalf of any another Charity, company or individual.

Results and Financial review

The results for the year are as shown in the financial statements. The statement of financial activities shows the incoming resources, and the resources expended by the different activities conducted under the Charity's name. It also shows how the Charity's funds have been applied during the year. The gross receipts of the Charity were £1,385,275 (2022: £1,323,540). Of this £490,122 were restricted funds and gross expenditure amounted to £1,127,285- (2022: £912,113). Gift aid receipt was £70,086 (2022: £60,320). As the Charity's income is dependent upon the goodwill of worshippers, the managing trustees are of the opinion that the level of direct activities should be proportionate to such income. Accordingly, many of the activities during the year were arranged to be self-sufficient with funding raised accordingly at the time.

At 31 December 2023, the balance on the restricted fund was £56,158 (2022: £48,960) and Burial Funds were £280,065 (2022: £246,933).

Fixed Assets

The changes in fixed assets are shown in the notes to the financial statements. During the year the charity purchased a new hearse and also purchased a new cemetery plot, which have both been reflected in the accounts.

Investment Properties

Statement of Recommended Practice, "Accounting and Reporting by Charities" requires investment properties to be included in the financial statements at market value. The Investment properties were valued in January 2021 by an independent professional valuer SW17 Surveyors Limited. The managing trustees are of the opinion that these reflect current market value.

Key management personnel remuneration

Trustees are required to disclose all relevant interests and register them with the Secretariat, and, in accordance with policy, withdraw from decisions where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in notes 21 and 22 to the accounts.

Risk Management

The Managing Trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the operations and finances including fundraising and use of restricted funds. The Managing Trustees are satisfied that systems are in place to mitigate our exposure to these risks and the processes implemented are designed to minimise any potential impact on the Charity should any of these risks materialise.

Reserves Policy

The Managing Trustees have examined the Charity's requirement for reserves and has established a policy whereby the unrestricted funds held by the Charity should continue to be a minimum of 3 months of the unrestricted expenditure of Hyderi only. This equates to approximately £169,880 (2022: £123,567)

Pioneer Place

The extensive works to develop the site were completed in March 2022. During 2023 the charity completed the fire safety upgrades and new fencing was placed around the perimeter.

Statement of Trustees' Responsibilities

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 & 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 period. 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 judgments and estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue to operate in the future.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

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

Disclosure of information to auditors

Each of the trustees has confirmed that there is no other information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution will be proposed at the Annual General Meeting that Brian Paul Limited be re-appointed as Auditors of the Charity.

Approved by the Managing Trustees and signed on its behalf by:



Treasurer: Qasim Alidina

Date: 22 October 2024

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2023

Opinion

We have audited the financial statements of the Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre) (the 'charity') for the year ended 31 December 2023 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of 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 charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate, or
- The trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2023

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. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2023

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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:

The extent to which the audit was considered capable of detecting irregularities including fraud.

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:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
 - we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our knowledge and experience of the charity sector;
 - 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 company, including the Charities Act 2011, UK Taxes Acts, data protection, anti-bribery, employment, environmental and health and safety legislation;
 - we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
 - identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.
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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2023

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- investigated the rationale behind significant or unusual transactions; and

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;
- enquiring of management as to actual and potential litigation and claims;

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
 - Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2023

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.



Paul Phillips (Senior Statutory Auditor)

**For and on behalf of
Brian Paul Limited
Chartered Accountants & Statutory Auditors
Chase Green House
42 Chase Side
Enfield
Middlesex
EN2 6NF**

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted Funds	Restricted Funds	Total Funds 2023	Total Funds 2022
		£	£	£	£
Income					
Voluntary income	2	297,474	338,123	635,597	795,173
Fundraising income	3	114,076	151,999	266,075	121,375
Investment income	4	125,783	-	125,783	115,894
Charitable activities income	5	304,753	-	304,753	291,098
Other income	6	53,067	-	53,067	-
Total income		895,153	490,122	1,385,275	1,323,540
Expenditure					
Fundraising costs		433	-	433	1,603
Investments management costs		8,111	-	8,111	8,244
Charitable activities costs		864,060	220,265	1,084,326	882,239
Governance costs		34,415	-	34,415	20,027
Total expenditure	7	907,019	220,265	1,127,285	912,113
Net income		(11,866)	269,857	257,990	411,427
Transfers between funds		218,185	(218,185)	-	14,984
Adjustments		(7,119)	(56,000)	(63,119)	
Net loss on disposal of vehicle		(3,029)	-	(3,029)	-
Net movement in funds		196,170	(4,328)	191,842	426,411
Funds brought forward at the start of the year		2,120,105	6,754,591	8,874,696	8,448,285
Funds carried forward at the end of the year	20	2,316,275	6,750,263	9,066,538	8,874,696

The notes on pages 16 to 25 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	Notes	2023	2023	2022	2022
		£	£	£	£
Fixed assets					
Tangible assets	8	9,116,136		7,868,509	
Investments	9	1,880,100		1,880,101	
Total fixed assets			10,996,236		9,748,610
Current assets					
Stock	10	-		1,411	
Debtors	11	176,471		329,474	
Cash at bank and in hand	12	181,215		452,760	
Total current assets		357,686		783,645	
Liabilities					
Creditors: amounts falling due within one year	13	(489,777)		(156,114)	
Net current assets			(132,091)		627,531
Total assets less current liabilities			10,864,145		10,376,141
Creditors: amounts falling due after more than one year	14		(1,797,607)		(1,501,445)
Net assets	20		9,066,538		8,874,696
The funds of the charity					
Unrestricted funds					
General funds	15	2,316,275		2,120,105	
			2,316,275		2,120,105
Restricted funds					
Designated funds	16	5,398,353		5,443,011	
Burial fund	17	280,065		246,933	
Revaluation reserve	18	1,015,687		1,015,687	
Others	19	56,158		48,960	
			6,750,263		6,754,591
Total charity funds	20		9,066,538		8,874,696

The financial statements were approved by the Managing Trustees and signed on their behalf by:



President: Aliasgar Khimani

Date: 22 October 2024



Hon Treasurer: Qasim Alidina

The notes on pages 16 to 25 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023	2023	2022	2022
		£	£	£	£
Cash flows from operating activities					
Net movements in funds			191,842		426,411
Adjustments for:					
Investment income	4	(123,195)		(115,825)	
Interest income	4	(2,588)		(69)	
Depreciation of tangible fixed assets	8	45,325		26,761	
Realised loss on disposal of asset	9	3,029		-	
(Increase)/Decrease in stock	10	1,411		(579)	
(Increase)/Decrease in debtors	11	153,003		(311,486)	
(Increase) in creditors	13/14	581,487		(247,558)	
Net cash inflow from operating activities			658,471		(648,756)
Cash flows from investing activities					
Investment income	4	123,195		115,825	
Interest income	4	2,588		69	
Purchase of tangible fixed assets	8	(1,295,979)		(275,447)	
Sale of investment property	9	-		-	
Net cash (outflow)/inflow from investing activities			(1,170,196)		(159,553)
Cash flows from financing activities					
Bank loan	14	48,338		15,595	
Net cash inflow from financing activities			48,338		15,595
Change in cash and cash equivalents in the year			(271,545)		(366,302)
Cash and cash equivalents at beginning of the year			452,760		819,062
Cash and cash equivalents at end of the year	12		181,215		452,760

The notes on pages 16 to 19 form a part of these financial statements

**THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT
(HYDERI ISLAMIC CENTRE)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023**

1 General information

The Charity is a registered Charity in England and Wales and is unincorporated. The address of the Charity is 26 Estreham Road, London, SW16 5PQ.

1.1 Statement of compliance

The financial statements have been prepared 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) (effective 1 January 2015) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

1.2 Accounting Policies

1.2.1 Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investment properties measured at fair value through income or expenditure. The financial statements are prepared in sterling which is the functional currency of the entity.

1.3 Going concern

There are no material uncertainties about the Charity's ability to continue for the foreseeable future. The Trustees are therefore satisfied that the Charity has sufficient reserves to continue as a going concern for the foreseeable future.

1.4 Aggregate Accounts and Related Activities

The consolidated accounts include the results of the financial activities of Hyderi Jamaat, Hyderi Nursery School and Hyderi Islamic School prepared to 31 December each year. A consolidated Statement of Financial Activities, Statement of Financial Position and Cash Flow Statement at the year-end has also been prepared.

1.5 Freehold Land and Properties

The freehold property is valued at historic cost and is not depreciated, as the Mosque and related community buildings have a considerable long useful life. This is a departure from accounting standard but in the opinion of the Trustees presents the buildings at a fairer value relative to recent valuations conducted. Where, refurbishment and maintenance take place such expenditure is charged to the income and expenditure account in the year in which it is incurred. Accordingly, the Trustees consider that the life of the freehold property is such that its depreciation is not significant. Freehold land is not depreciated.

1.6 Leasehold Land

This is an 80-year lease acquired on a plot in Section 2 of Rowan Road Cemetery of 236 reserved graves at £1,100 each at a total cost of £259,600. This is being depreciated at the rate of £1,100 per

burial that takes place each year. The cost of the land and the related liability has been reflected in the financial statements.

During the year the charity purchased a further plot at Bluebell cemetery of 282 graves at a cost of £4,344 each at a total cost of £1,225,008. This is being depreciated at the rate of £4,344 per burial that takes place each year. The cost of the land and the related liability has been reflected in the financial statements.

1.7 Other Tangible Fixed Assets

Other tangible fixed assets are stated at historical cost or valuation less depreciation. Depreciation is provided on all other tangible fixed assets at rates calculated to write off the cost, less estimated residual values of each asset over its expected useful life as follow

Fixtures and Equipment : 20% per annum by the reducing balance method.

Hearse : 25% per annum by the reducing balance method.

1.8 Donated Tangible Assets

Donated tangible assets which can be valued are included in the financial statements at their estimated market value. Donated tangible assets that are impractical to value are not included in the financial statements.

1.9 Stock

Stock consists of coffins and other burial related supplies. These are charged as expenses based on usage. Other stock consists of books and toys. The financial statements do not include any stock of books and toys as these are replaced continuously. All such costs are charged as expenses when incurred.

1.10 Disbursements and Resources Expended

The disbursements of various funds received were made according to the Islamic laws, with the guidance and permission of our Marjah and as per the constitution of the Charity. Support costs are those incurred in connection with governance and administration of the Charity and in compliance with constitutional and statutory requirements.

1.11 Investment Properties

Investment property is included in the Statement of Financial Position at open market value. The value is generally established by reference to independent 3rd party valuations obtained by the Trustees. A full valuation was carried out in January 2021 by SW17 Surveyors Limited. The view of the Executive Committee is that the valuation reflects the current market value.

1.12 Restricted Funds

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilised in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents.

1.13 Designated Funds

Designated funds are funds which have been set aside or utilised for a specific purpose and are not available for general use.

1.14 Income

These comprise income which is accounted for in the period in which it is received. Grants and Gift Aid are recognised when receivable and subscriptions for membership are recognised when received. Gift Aid received is treated as unrestricted income and utilised against the support costs of the charity.

All income is included gross and related expenditure is included as expenditure. Investment income is included in the accounts on an accruals basis.

1.15 Deferred Income

Deferred Income is recognised in the period to which it relates.

1.16 Expenditure

Costs of generating funds are those costs incurred in furthering the aim and objects of the charity.

Governance comprises the costs of compliance with constitutional and statutory requirements and costs related to the strategic management of the charity.

Support costs are costs which are common to a number of activities and are charged to activities on the basis of a proportion of the use of the resource to the charitable activity.

In accordance with the Charities SORP (FRS 102), the general volunteer time of members and trustees is not recognised. The Trustees' annual report includes more information about their contribution.

1.17 Donated Services

No amounts are included in the financial statements for services donated by volunteers because these amounts cannot be quantified with reasonable accuracy.

1.18 Support cost

The number of staff involved in an activity is deemed to be the appropriate basis for allocating support costs as it closely reflects the resources usage of the support functions of the core activities.

1.19 Taxation

As the Charity is not registered for VAT, all costs shown are inclusive of VAT. No provision has been made for corporation or deferred tax as Hyderi is a registered charity and exempt from tax.

1.20 Financial instruments

The Charity has no Financial Instruments.

1.21 Pensions

Employees of the Charity are entitled to join a defined contribution pension scheme. The charity contribution is restricted to the contributions disclosed in note 7b. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within staff costs.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

	Unrestricted Funds	Restricted Funds	Total Funds 2023	Total Funds 2022
	£	£	£	£
2 Voluntary income				
General Funds	101,224	-	101,224	48,608
Nyaz & Majlises	15,870	-	15,870	8,771
Ahl-ul-Bayt (A.S)	17,880	-	17,880	13,732
Gift aid tax income	70,086	-	70,086	60,320
Pioneer place donations	-	11,342	11,342	388,027
Jummah donations	5,208	-	5,208	-
Cemetery maintenance	107	-	107	-
Special activities income	19,665	-	19,665	11,915
Burial subscriptions	-	40,740	40,740	48,345
Religious/relief activities	-	286,041	286,041	165,677
Announcements	6,550	-	6,550	1,145
Subscriptions received	60,884	-	60,884	48,633
	<u>297,474</u>	<u>338,123</u>	<u>635,597</u>	<u>795,173</u>
3 Fundraising income				
Fundraising income	1,228	-	1,228	17,214
Ramadhan funding	54,177	-	54,177	50,382
Muharram funding	35,203	-	35,203	32,078
Bluebell cemetery	-	151,999	151,999	-
Burial services	2,400	-	2,400	-
Tablets funding	14,382	-	14,382	14,730
Special activities	1,967	-	1,967	3,381
Shop income/canteen	270	-	270	770
Letting/hire income	4,449	-	4,449	2,820
	<u>114,076</u>	<u>151,999</u>	<u>266,075</u>	<u>121,375</u>
4 Investment income				
Interest received	2,588	-	2,588	69
Rental income	123,195	-	123,195	115,825
	<u>125,783</u>	<u>-</u>	<u>125,783</u>	<u>115,894</u>
5 Charitable activities income				
Fees received	156,832	-	156,832	132,387
Grants received	147,128	-	147,128	158,691
Sales	793	-	793	20
	<u>304,753</u>	<u>-</u>	<u>304,753</u>	<u>291,098</u>
6 Other income				
Insurance claims	45,976	-	45,976	-
Disposal proceeds	7,091	-	7,091	-
	<u>53,067</u>	<u>-</u>	<u>53,067</u>	<u>-</u>

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

	Direct costs	Support costs	Restricted Funds	Total 2023	Total 2022
	£	£	£	£	£
7 Total expenditure					
Charitable activities costs					
- Religious activities	259,907	411,268	220,265	891,440	765,547
- Nyaz & Majlises	53,258	-	-	53,258	35,032
- Secular education	132,596	7,031	-	139,627	81,660
	445,761	418,299	220,265	1,084,326	882,239
Fundraising costs	433	-	-	433	1,603
Investments management costs	8,111	-	-	8,111	8,244
Governance costs	34,415	-	-	34,415	20,027
	488,720	418,299	220,265	1,127,285	912,113

	2023	2022
	£	£
7a Support costs		
Cleaning	9,620	4,406
Licences	4,095	3,598
Heat, light & water	39,589	43,096
Rates	8,960	8,901
Insurances	12,412	11,074
Security	350	1,510
Repairs & maintenance	9,170	8,243
Rep & maint - Pioneer PI	144,022	13,928
Rep & maint - Pioneer PI bung	4,650	10,306
Cemetery maintenance	5,831	-
Toys/activities	375	667
Food	1,370	2,224
Travel	792	-
Telephone/broadband	5,622	4,914
SMS	-	160
Postage	-	40
Stationery	381	741
Printing/photocopying	80	797
Health & Safety	1,234	3,530
Books	1,050	400
Website	194	19
Equipment purchases	5,297	3,043
Losses and write offs	1	14,984
Sundries	1,613	1,843
Software license costs	709	776
Depreciation	45,324	26,761
Bank charges	3,954	839
Card charges	3,921	4,384
Fees paid	335	1,364
Interest paid	107,348	62,414
	418,299	234,962

	2023	2022
	£	£
7b Staff costs*		
Salaries and wages	168,942	197,144
PAYE/Employer NI	4,400	8,277
Pension contributions	2,643	3,135
	175,985	208,556

Staff Numbers

The average monthly number of employees:

	2023	2022
Management	3	2
Nursery Staff	11	14
	14	16

Staff costs have been allocated to direct charitable expenses on the basis of number of direct staff supported during the year. No employee received remuneration amounting to more than £60,000 in either year

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

							2023	2022
							£	£
7c Governance costs								
Legal/professional fees							25,411	8,822
Audit & accountancy costs							5,820	8,520
Subscriptions paid							3,184	2,685
							<u>34,415</u>	<u>20,027</u>
8 Tangible fixed assets								
			</					

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

12 Cash and Bank

	2023	2022
	£	£
Current and deposit accounts	180,644	452,757
Petty cash	571	3
	<u>181,215</u>	<u>452,760</u>

13 Creditors: Amounts falling due within one year

	2023	2022
	£	£
Taxation and social security	-	1,081
Pension liability	510	438
Accrued expenses	12,220	32,574
Other creditors	388,047	38,047
Deferred income	40,103	35,077
Bank loans	43,397	43,397
SCI Funerals Limited (Note 14)	5,500	5,500
	<u>489,777</u>	<u>156,114</u>

14 Creditors : Amounts falling due after more than one year

	2023	2022
	£	£
SCI Funerals Limited		
Balance at 1 January	88,400	97,300
Payments in the year	0	(3,400)
Balance at 31 December	<u>88,400</u>	<u>93,900</u>
Less: Due within one year (Note 13)	<u>(5,500)</u>	<u>(5,500)</u>
SCI Funerals Limited balance	<u>82,900</u>	<u>88,400</u>
Bank loan	1,364,707	1,413,045
Bluebell cemetery	350,000	-
Other creditors	-	-
Balance due after more than one year at 31 December	<u>1,797,607</u>	<u>1,501,445</u>

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

	Balance 01.01.2023	Income	Expenditure	Transfers	Disposal	Adjustment	Balance 31.12.2023
	£	£	£	£			£
15 General funds							
Balances at 1 January 2023	2,120,105	895,153	(907,019)	218,185	(3,029)	(7,119)	2,316,275
	2,120,105	895,153	(907,019)	218,185	(3,029)	(7,119)	2,316,275

	Freehold properties	Leasehold properties	Investment properties	Fixtures & Fittings	Total
	£	£	£	£	£
16 Designated fixed asset fund					
Balances at 1 January 2023	5,118,729	-	224,451	99,831	5,443,011
Pioneer Place donations	11,342	-	-	-	11,342
Bluebell donations	-	151,999	-	-	151,999
Adjustments	(56,000)	-	-	-	(56,000)
Transfers	-	(151,999)	-	-	(151,999)
Balance at 31 December 2023	5,074,071.00	-	224,451.00	99,831.00	5,398,353.00

	2023	2022
	£	£
17 Burial fund		
Balances at 1 January 2023	246,933	205,390
Received during the year	40,740	48,345
Payments for burials of scheme members	(7,608)	(6,802)
	280,065	246,933

	Balance 01.01.2023	Balance 31.12.2022
	£	£
18 Revaluation reserve		
Investment properties	1,015,687	1,015,687
	1,015,687	1,015,687

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

19 Restricted funds - Others

	Balance 01.01.2023 £	Income £	Expenditure £	Transfers	Balance 31.12.2023 £
Hyderi - Internal					
Ghusal Kafan	12,274	1,761	(250)		13,785
Sports - Gents	436	49,656	(49,986)		126
Sports - Ladies	-	26,268	(26,599)		(332)
Workshop	-	9,840	(7,837)		2,003
Library	-	3,115	(1,198)		1,917
Hyderi connect	-	845	(142)		703
Hearse fund	-	50,409		(48,466)	1,943
Quran competition	-	6,115	(9,291)		(3,177)
Al Mujtaba Youth	-	784	(296)		488
Funeral Service	6,583	7,730	(3,558)	(10,755)	-
Madressa	7,119			(7,119)	-
Haraka	396				396
Volunteers fund	740	1,350	(1,750)		340
HFC	879				879
Ghadeer fund	(531)			531	-
Ladies retreat	769	8,516	(5,806)		3,479
Arbaeen walk	4,870	21,065	(16,987)		8,947
Jummah collections	377			(377)	-
Total - Internal	33,912	187,454	(123,682)	(66,185)	31,499
External					
Pakistan Relief	-	113	(113)	-	-
Others	90	5,097	(5,140)	-	47
Earthquake relief	-	2,073	(2,073)	-	-
Palestine relief	-	11,901	(6,440)	-	5,461
Afghanistan	-	753	(628)	-	125
AAWA	5	1,015	(1,020)	-	-
Fidya	-	647	(645)	-	2
Fitra	-	4,234	(4,234)	-	-
Kaffara	-	280	(280)	-	-
Khums - Sehme Imam	32	29,002	(27,660)	-	1,375
Khums - Sehme Sadaat	33	25,351	(24,009)	-	1,376
Poor, Widows & Orphans	426	1,118	(1,499)	-	44
Radde Mazallim	-	210	(135)	-	75
Welfare Fund/Sadqa	14,462	16,793	(15,100)	-	16,155
WF Aid	-				-
Total - External	15,048	98,587	(88,975)	-	24,659
Total Others	48,960	286,041	(212,657)	(66,185)	56,158
Burial Fund	246,933	40,740	(7,608)	-	280,065
Total Restricted Funds	295,893	326,781	(220,265)	(66,185)	336,223

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

20 Analysis of net assets between funds

	General Funds £	Designated Funds £	Restricted Funds £	Total Funds £
Fund balances at 31 December 2023 represented by:				
Total fixed assets	2,316,275	5,398,353	1,015,687	8,730,315
Net current assets	-	-	336,223	336,223
	2,316,275	5,398,353	1,351,910	9,066,538

21 Trustees

The trustees received no remuneration for services provided to Hyderi (2022: Nil). No trustees received reimbursement for costs for attending meetings or travelling costs in the year (2022: Nil).

22 Related Party Transactions

Hyderi is a member of a regional council, The Council of European Jamaats (COEJ), which represents Hyderi at the global level through The World Federation of Khoja Shia Ithna-Ashri Muslim Communities. Both these Charities are registered with the Charities Commission in the UK and represent Hyderi when dealing with international aid and relief work.

Most of the external restricted funds collected by Hyderi are channelled through COEJ. During the year, the external restricted funds of £22,341 (2022 - £15,155) were remitted to COEJ. £NIL (2022 - £52,849) were remitted to the World Federation.

23 Financial commitments

Payable within:	2023	2022
One year	15,138	15,138
Between two and five years	-	-
	15,138	15,138

Accounts

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

A Registered Charity in the U.K. Number : 287686

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CHARITY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2022

Charity Registration Number 287686

Governing Document The Constitution

Managing Trustees

President	Aliasgar Khimani (elected 4 June 2023)
Vice President	Shahbaaz Ali Mahmood Khan (elected 4 June 2023)
Secretary	Muhammad Asgher Raza (elected 4 June 2023)
Assistant Secretary	Hasnain Asharia (elected 4 June 2023)
Treasurer	Qasim Alidina (elected 4 June 2023)
Assistant Treasurer	Hasan Kermali (elected 4 June 2023)
Mukhi	Shabbar Ali Jadawji (elected 4 June 2023)
Assistant Mukhi	Sajidali Alidina (elected 4 June 2023)
Trustee	Sister Nazia Khan (elected 4 June 2023)
Trustee	Sister Zahida Asharia (elected 4 June 2023)
Trustee	Sister Salma Moledina (elected 4 June 2023)
Trustee	Sister Siddika Lalji (elected 4 June 2023)

Vice President	Mohsin Asaria (resigned 4 June 2023)
Secretary	Sajjad Kara (resigned 4 June 2023)
Assistant Secretary	Sister Nawal Jeraj (resigned 4 June 2023)
Treasurer	Salim Master (resigned 4 June 2023)
Assistant Treasurer	Bakerali Alidina (resigned 4 June 2023)
Mukhi	Mohib Rajwani (resigned 4 June 2023)
Assistant Mukhi	Abbas Kara (resigned 4 June 2023)
Trustee	Zishaan Moledina (resigned 4 June 2023)
Trustee	Sister Sukaina Rajwani (resigned 4 June 2023)
Trustee	Sister Shahida Alidina (resigned 4 June 2023)
Trustee	Sister Sajida Hassam (resigned 4 June 2023)

Registered Address Hyderi Islamic Centre
26 Estreham Road
London
SW16 5PQ

Bankers HSBC
117 Balham High Road
London
SW12 9AS

Auditors Brian Paul Limited
Chase Green House
42 Chase Side
Enfield
Middlesex
EN2 6NF

Solicitors Vyman Solicitors
Vyman House
104 College Road
Harrow
HA1 1BQ

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT OF THE MANAGING TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

The Managing Trustees have pleasure in presenting their annual report together with the audited financial statements of The Khoja Shia Ithna-Ashri (South London) Jamaat (the Charity) for the year ended 31 December 2022. The Charity operates as Hyderi Islamic Centre (Hyderi).

The Trustees confirm that the annual report and financial statements of Hyderi comply with the current statutory requirements of the Charity's governing document and the provisions of the applicable charities Statement of Recommended Practice (SORP), UK Accounting Standards and the Charities Act 2011.

Structure, governance and management

The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi) is a registered charity (No: 287686). It is governed by the constitution adopted on 2 October 1983. A revised and updated constitution was approved by members on 5 February 2023. The Khoja Shia Ithna-Ashri (South London) Jamaat promotes and advances the Islamic religion in accordance with the principles of the Shia Ithna-Ashri faith. Its objectives and powers are set up in the constitution. It is managed by elected Managing Trustees who are responsible for the day to day running of the Charity.

Public Benefit Statement

The Managing Trustees have considered the general guidance on public benefit issued by the Charities Commission and have taken due regard of that guidance. The Managing Trustees consider that they are satisfied that the charity's activities do provide a public benefit.

Objectives and activities

The Khoja Shia Ithna-Ashri (South London) Jamaat's objective is to advance the religion of Islam and education, the provision of social and religious welfare activities and to provide relief of poverty among Shia Muslims.

a) Propagation of Islam

Propagation of Islam is the main activity of the Charity and this was carried out by arranging regular lectures at the Centre and arranging weekly religious programmes in English and other languages. Madressa classes were also held to teach Quran to students.

b) Educational support

During the year, support was provided to various individuals and children were taught at the Hyderi Islamic school and Hyderi Nursery.

c) Social, religious and welfare activities

During the year, Hyderi organized various activities in celebration of Ramadan, Eid, Hajj and other Islamic festivals for members and new converts who have no affiliation with other Islamic communities. Counselling sessions were provided to those with marriage and family predicaments. Facilities for weddings and funerals are carried out throughout the year.

Achievements and performance

The Charity continues to provide prayer facilities at the Centre to promote the Muslim faith to all age groups and to provide services to learn the teachings of the Quran. The Charity offers facilities to

members to promote the Muslim way of life through guest speakers. The Charity continues to offer membership and burial facilities and receive income from its rental properties. The Nursery and Islamic schools for the children have been a successful furtherance of offering Islamic teaching. These achievements would not have been possible without the commitment and dedication of volunteers.

Objectives and Investment Powers

In order to meet the objectives, the Managing Trustees can secure the provision of Mosques and Imambaras (centres), provide and establish schools and education and provide other religious services. The Managing Trustees can raise funds for the upkeep, restoration and repair of the buildings used for this purpose and to provide other services to meet these objectives. Trust funds of over £10,000 can only be invested or utilized on a single project after the approval of the general body.

Appointment of trustees

The existing Managing Trustees were elected on 4 June 2023 to serve for a term of two years.

Related parties

The Charity does not hold assets on behalf of any another Charity, company or individual.

Results and Financial review

The results for the year are as shown in the financial statements. The statement of financial activities shows the incoming resources and the resources expended by the different activities conducted under the Charity's name. It also shows how the Charity's funds have been applied during the year. The gross receipts of the Charity were £1,323,540 (2021: £1,912,701). Of this £602,049 were restricted funds (£388,027 were donations for the Pioneer Place and these were subsequently transferred to the Fixed Asset Designated Funds and £214,022 were other restricted funds) and gross expenditure amounted to £912,113 (2021: £888,064). Gift aid receipt were £60,320 (2021: £154,364). As the Charity's income is dependent upon the goodwill of worshippers, the managing trustees are of the opinion that the level of direct activities should be proportionate to such income. Accordingly, many of the activities during the year were arranged to be self-sufficient with funding raised accordingly at the time.

At 31 December 2022, the balance on the restricted fund was £48,960 (2021: £39,159) and Burial Funds were £246,933 (2021: £205,390). In line with the motion passed by members in March 2019, the ring-fenced burial fund stands £151,013 (2021: £99,470).

Fixed Assets

The changes in fixed assets are shown in the notes to the financial statements. Most of the expenditure was the result of the extensive refurb programme that started in October 2021 and was completed by March 2022.

Investment Properties

Statement of Recommended Practice, "Accounting and Reporting by Charities" requires investment properties to be included in the financial statements at market value. The Investment properties were valued in January 2021 by an independent professional valuer SW17 Surveyors Limited. The managing trustees are of the opinion that these reflect current market value.

Key management personnel remuneration

Trustees are required to disclose all relevant interests and register them with the Secretariat, and, in accordance with policy, withdraw from decisions where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in notes 20 and 21 to the accounts.

Risk Management

The Managing Trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the operations and finances including fund raising and use of restricted funds. The Managing Trustees are satisfied that systems are in place to mitigate our exposure to these risks and the processes implemented are designed to minimize any potential impact on the Charity should any of these risks materialize.

Reserves Policy

The Managing Trustees have examined the Charity's requirement for reserves in light of the main risks to the organization and especially following the restrictions and reduced footfall at the centre necessitated by the Covid 19 pandemic. It has established a policy whereby the unrestricted funds held by the Charity should continue to be a minimum of 3 months of the unrestricted expenditure of Hyderi only. This equates to approximately £123,567 (2021: £103,772)

Pioneer Place

The extensive works to develop the site were completed in March 2022.

Statement of Trustees' Responsibilities

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 & 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 period. 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 judgments and estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue to operate in the future.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

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

Disclosure of information to auditors

In July 2022, the Trustees filed a Serious Incident Report (SIR) with the Charity Commission which include actions taken to avoid repetition of the incidents. The Charity Commission confirmed they were content with the actions taken by the Trustees and would be taking no further action. Each of the trustees has confirmed that there is no other information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution will be proposed at the Annual General Meeting that Brian Paul Limited be re-appointed as Auditors of the Charity.

Approved by the Managing Trustees and signed on its behalf by:



Secretary: Muhammad Asgher Raza

Date: 26 June 2023

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2022

Opinion

We have audited the financial statements of the Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre) (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of 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 charity's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate, or
- The trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2022

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. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2022

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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:

The extent to which the audit was considered capable of detecting irregularities including fraud.

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:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our knowledge and experience of the charity sector;
- 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 company, including the Charities Act 2011, UK Taxes Acts, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2022

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- investigated the rationale behind significant or unusual transactions; and

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;
- enquiring of management as to actual and potential litigation and claims;

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

Independent Auditor's Report to the Members of The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre)

Year ended 31 December 2022

report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.



Paul Phillips (Senior Statutory Auditor)

**For and on behalf of
Brian Paul Limited
Chartered Accountants & Statutory Auditors
Chase Green House
42 Chase Side
Enfield
Middlesex
EN2 6NF**

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted Funds	Restricted Funds	Total Funds 2022	Total Funds 2021
		£	£	£	£
Income					
Voluntary income	2	193,124	602,049	795,173	1,517,358
Fundraising income	3	121,375	-	121,375	16,222
Investment income	4	115,894	-	115,894	90,076
Charitable activities income	5	291,098	-	291,098	289,045
Total income		721,491	602,049	1,323,540	1,912,701
Expenditure					
Fundraising costs		1,603	-	1,603	7,244
Investments management costs		8,244	-	8,244	7,265
Charitable activities costs		704,577	177,662	882,239	848,764
Governance costs		20,027	-	20,027	24,791
Total expenditure	6	734,451	177,662	912,113	888,064
Net income		(12,960)	424,387	411,427	1,024,637
Transfers between funds			14,984	14,984	-
Net loss on disposal of investment property		-	-	-	(10,000)
Net movement in funds		(12,960)	439,371	426,411	1,014,637
Funds brought forward at the start of the year		2,133,065	6,315,220	8,448,285	7,433,648
Funds carried forward at the end of the year	19	2,120,105	6,754,591	8,874,696	8,448,285

The notes on pages 16 to 26 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Notes	2022	2022	2021	2021
		£	£	£	£
Fixed assets					
Tangible assets	7	7,868,509		7,619,824	
Investments	8	1,880,101		1,880,101	
Total fixed assets			9,748,610		9,499,925
Current assets					
Stock	9	1,411		832	
Debtors	10	329,474		17,988	
Cash at bank and in hand	11	452,760		819,062	
Total current assets		783,645		837,882	
Liabilities					
Creditors: amounts falling due within one year	12	(156,114)		(120,324)	
Net current assets			627,531		717,558
Total assets less current liabilities			10,376,141		10,217,483
Creditors: amounts falling due after more than one year	13	(1,501,445)		(1,769,198)	
Net assets	19		8,874,696		8,448,285
The funds of the charity					
Unrestricted funds					
General funds	14	2,120,105		2,133,065	
			2,120,105		2,133,065
Restricted funds					
Designated funds	15	5,443,011		5,054,984	
Burial fund	16	246,933		205,390	
Revaluation reserve	17	1,015,687		1,015,687	
Others	18	48,960		39,159	
			6,754,591		6,315,220
Total charity funds	19		8,874,696		8,448,285

The financial statements were approved by the Managing Trustees and signed on their behalf by:



President: Aliasgar Khimani
Date: 26 June 2023



Hon Treasurer: Qasim Alidina

The notes on pages 16 to 26 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022	2022	2021	2021
		£	£	£	£
Cash flows from operating activities					
Net movements in funds			426,411		1,014,637
Adjustments for:					
Investment income	4	(115,825)		(90,021)	
Interest income	4	(69)		(55)	
Depreciation of tangible fixed assets	7	26,761		19,039	
Realised loss on disposal of investment property	8	-		10,000	
(Increase)/Decrease in stock	9	(579)		2,297	
(Increase)/Decrease in debtors	10	(311,486)		12,180	
(Increase) in creditors	12/13	(247,558)		(892,843)	
Net cash inflow from operating activities			(648,756)		(939,403)
Cash flows from investing activities					
Investment income	4	115,825		90,021	
Interest income	4	69		55	
Purchase of tangible fixed assets	7	(275,447)		(1,846,454)	
Sale of investment property	8	-		700,000	
Net cash (outflow)/inflow from investing activities			(159,553)		(1,056,378)
Cash flows from financing activities					
Bank loan	13	15,595		1,500,000	
Net cash inflow from financing activities			15,595		1,500,000
Change in cash and cash equivalents in the year			(366,302)		518,856
Cash and cash equivalents at beginning of the year			819,062		300,206
Cash and cash equivalents at end of the year	11		452,760		819,062

The notes on pages 16 to 26 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT
(HYDERI ISLAMIC CENTRE)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 General information

The Charity is a registered Charity in England and Wales and is unincorporated. The address of the Charity is 26 Estreham Road, London, SW16 5PQ.

1.1 Statement of compliance

The financial statements have been prepared 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) (effective 1 January 2015) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

1.2 Accounting Policies

1.2.1 Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investment properties measured at fair value through income or expenditure. The financial statements are prepared in sterling which is the functional currency of the entity.

1.3 Going concern

There are no material uncertainties about the Charity's ability to continue for the foreseeable future. The Trustees are therefore satisfied that the Charity has sufficient reserves to continue as a going concern for the foreseeable future.

1.4 Aggregate Accounts and Related Activities

The consolidated accounts include the results of the financial activities of Hyderi Jamaat, Hyderi Nursery School and Hyderi Islamic School prepared to 31 December each year. A consolidated Statement of Financial Activities, Statement of Financial Position and Cash Flow Statement at the year-end has also been prepared.

1.5 Freehold Land and Properties

This is shown at cost as additions during the year. Where refurbishment and maintenance takes place such expenditure is charged to the income and expenditure account in the year in which it is incurred. Accordingly, the Trustees consider that the life of the freehold property is such that its depreciation is not significant. Freehold land is not depreciated.

1.6 Leasehold Land

This is an 80-year lease acquired on a plot in Section 2 of Rowan Road Cemetery of 236 reserved graves at £1,100 each at a total cost of £259,600. This is being depreciated at the rate of £1,100 per

burial that takes place each year. The cost of the land and the related liability has been reflected in the financial statements.

1.7 Other Tangible Fixed Assets

Other tangible fixed assets are stated at historical cost or valuation less depreciation. Depreciation is provided on all other tangible fixed assets at rates calculated to write off the cost, less estimated residual values of each asset over its expected useful life as follow

Fixtures and Equipment: 20% per annum by the reducing balance method.

Tractor : 25% per annum by the reducing balance method.

1.8 Donated Tangible Assets

Donated tangible assets which can be valued are included in the financial statements at their estimated market value. Donated tangible assets that are impractical to value are not included in the financial statements.

1.9 Stock

Stock consists of coffins and other burial related supplies. These are charged as expenses based on usage. Other stock consists of books and toys. The financial statements do not include any stock of books and toys as these are replaced continuously. All such costs are charged as expenses when incurred.

1.10 Disbursements and Resources Expended

The disbursements of various funds received were made according to the Islamic laws, with the guidance and permission of our Marjah and as per the constitution of the Charity. Support costs are those incurred in connection with governance and administration of the Charity and in compliance with constitutional and statutory requirements.

1.11 Investment Properties

Investment property is included in the Statement of Financial Position at open market value. The value is generally established by reference to independent 3rd party valuations obtained by the Trustees. A full valuation was carried out in January 2021 by SW17 Surveyors Limited. The view of the Executive Committee is that the valuation reflects the current market value.

1.12 Restricted Funds

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilized in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents.

1.13 Designated Funds

Designated funds are funds which have been set aside or utilized for a specific purpose and are not available for general use.

1.14 Income

These comprise income which is accounted for in the period in which it is received. Grants and Gift Aid are recognised when receivable and subscriptions for membership are recognised when

received. Gift Aid received is treated as unrestricted income and utilised against the support costs of the charity.

All income is included gross and related expenditure is included as expenditure.

Investment income is included in the accounts on an accruals basis.

1.15 Deferred Income

Deferred Income is recognised in the period to which it relates.

1.16 Expenditure

Costs of generating funds are those costs incurred in furthering the aim and objects of the charity.

Governance comprises the costs of compliance with constitutional and statutory requirements and costs related to the strategic management of the charity.

Support costs are costs which are common to a number of activities and are charged to activities on the basis of a proportion of the use of the resource to the charitable activity.

In accordance with the Charities SORP (FRS 102), the general volunteer time of members and trustees is not recognised. The Trustees' annual report includes more information about their contribution.

1.17 Donated Services

No amounts are included in the financial statements for services donated by volunteers because these amounts cannot be quantified with reasonable accuracy.

1.18 Support cost

The number of staff involved in an activity is deemed to be the appropriate basis for allocating support costs as it closely reflects the resources usage of the support functions of the core activities.

1.19 Taxation

As the Charity is not registered for VAT, all costs shown are inclusive of VAT. No provision has been made for corporation or deferred tax as Hyderi is a registered charity and exempt from tax.

1.20 Financial instruments

The Charity has no Financial Instruments.

1.21 Pensions

Employees of the Charity are entitled to join a defined contribution pension scheme. The charity contribution is restricted to the contributions disclosed in note 6b. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within staff costs.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

	Unrestricted Funds	Restricted Funds	Total Funds 2022	Total Funds 2021
	£	£	£	£
2 Voluntary income				
General Funds	48,608	-	48,608	80,337
Nyaz & Majlises	8,771	-	8,771	14,173
Ahl-ul-Bayt (A.S)	13,732	-	13,732	18,435
Gift aid tax income	60,320	-	60,320	154,364
Pioneer place donations	-	388,027	388,027	836,398
Special activities income	11,915	-	11,915	34,500
Burial subscriptions	-	48,345	48,345	39,660
Religious/relief activities	-	165,677	165,677	284,603
Announcements	1,145	-	1,145	620
Subscriptions received	48,633	-	48,633	54,268
	<u>193,124</u>	<u>602,049</u>	<u>795,173</u>	<u>1,517,358</u>
3 Fundraising income				
Fundraising income	17,214	-	17,214	13,579
Ramadhan funding	50,382	-	50,382	-
Muharram funding	32,078	-	32,078	-
Tablets funding	14,730	-	14,730	-
Special activities	3,381	-	3,381	640
Shop income/canteen	770	-	770	233
Letting/hire income	2,820	-	2,820	1,770
	<u>121,375</u>	<u>-</u>	<u>121,375</u>	<u>16,222</u>
4 Investment income				
Interest received	69	-	69	55
Rental income	115,825	-	115,825	90,021
	<u>115,894</u>	<u>-</u>	<u>115,894</u>	<u>90,076</u>
5 Charitable activities income				
Fees received	132,387	-	132,387	136,508
Grants received	158,691	-	158,691	137,149
Sales	20	-	20	-
Job Retention Grants*	-	-	-	15,388
	<u>291,098</u>	<u>-</u>	<u>291,098</u>	<u>289,045</u>

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

	Direct costs	Support costs	Restricted Funds	Total 2022	Total 2021
	£	£	£	£	£
6 Total expenditure					
Charitable activities costs					
- Religious activities	434,583	153,302	177,662	765,547	738,306
- Nyaz & Majlises	35,032	-	-	35,032	32,861
- Secular education	52,008	29,652	-	81,660	77,597
	521,623	182,954	177,662	882,239	848,764
Fundraising costs	1,603	-	-	1,603	7,244
Investments management costs	8,244	-	-	8,244	7,265
Governance costs	20,027	-	-	20,027	24,791
	551,497	182,954	177,662	912,113	888,064

	2022	2021
	£	£
6a Support costs		
Cleaning	4,406	-
Licences	3,598	-
Heat, light & water	43,096	29,657
Rates	8,901	5,709
Insurances	11,074	9,948
Security	1,510	-
Repairs & maintenance	8,243	7,392
Rep & maint - Pioneer PI	13,928	-
Rep & maint - Pioneer PI bung	10,306	-
Toys/activities	667	1,188
Food	2,224	1,806
Telephone/broadband	4,914	1,628
SMS	160	280
Postage	40	23
Stationery	741	465
Printing/photocopying	797	1,034
Health & Safety	3,530	-
Books	400	120
Website	19	451
Equipment purchases	3,043	-
Losses and write offs	14,984	-
Sundries	1,843	-
Software license costs	776	-
Depreciation	26,761	19,039
Bank charges	839	432
Card charges	4,384	4,432
Fees paid	1,364	-
Interest paid	62,414	-
	234,962	83,604

	2022	2021
	£	£
6b Staff costs*		
Salaries and wages	197,144	206,195
PAYE/Employer NI	8,277	7,773
Pension contributions	3,135	3,223
	208,556	217,191

Staff Numbers

The average monthly number of employees:

	2022	2021
Management	2	2
Nursery Staff	14	14
	16	16

Staff costs have been allocated to direct charitable expenses on the basis of number of direct staff supported during the year. No employee received remuneration amounting to more than £60,000 in either year

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

	2022	2021
	£	£
6c Governance costs		
Legal/professional fees	8,822	20,495
Audit & accountancy costs	8,520	3,426
Subscriptions paid	2,685	870
	<u>20,027</u>	<u>24,791</u>

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

7 Tangible fixed assets

	Assets under construction	Freehold Properties	Leasehold Land	Fixtures & Equipment	Motor Vehicles	Total
	£	£	£	£	£	£
Cost or valuation :						
As at 1 January 2022	137,243	7,287,868	259,600	398,243	5,571	8,088,525
Additions	16,000	206,969	-	52,478	-	275,447
As at 31 December 2022	153,243	7,494,837	259,600	450,721	5,571	8,363,972
Depreciation :						
As at 1 January 2022	-	-	117,700	349,470	1,532	468,702
Charge for the year	-	-	5,500	20,251	1,010	26,761
As at 31 December 2022	-	-	123,200	369,721	2,542	495,463
Net Book Value :						
As at 31 December 2022	153,243	7,494,837	136,400	81,000	3,029	7,868,509
As at 31 December 2021	137,243	7,287,868	141,900	48,774	4,039	7,619,824

8 Fixed asset investments

	2022	2021
	£	£
Fixed asset investments	1,880,000	2,590,000
Disposal	-	(700,000)
Realised on disposal	-	(10,000)
	1,880,000	1,880,000
Other investments		
Hyderi Nursery Ltd	100	100
Hyderi Islamic School	1	1
Market value at 31 December	1,880,101	1,880,101

9 Stocks

	2022	2021
	£	£
Opening balance	832	3,129
Additions during the year	2,161	1,066
Used during the year	(1,582)	(3,363)
Closing balance	1,411	832

10 Debtors

	2022	2021
	£	£
Recoverable gift aid	12,145	16,038
Other Debtors	303,280	-
Prepayments and accrued income	14,049	1,950
	329,474	17,988

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

11 Cash and Bank

	2022	2021
	£	£
Current and deposit accounts	452,757	818,565
Petty cash	3	497
	<u>452,760</u>	<u>819,062</u>

12 Creditors: Amounts falling due within one year

	2022	2021
	£	£
Taxation and social security	1,081	5,383
Accrued expenses	32,574	5,738
Other creditors	38,485	39,448
Deferred Income	35,077	32,153
Bank loans	43,397	32,102
SCI Funerals Limited (Note 13)	5,500	5,500
	<u>156,114</u>	<u>120,324</u>

13 Creditors : Amounts falling due after more than one year

	2022	2021
	£	£
SCI Funerals Limited		
Balance at 1 January	97,300	113,800
Payments in the year	(3,400)	(11,000)
Balance at 31 December	93,900	102,800
Less: Due within one year (Note 12)	(5,500)	(5,500)
SCI Funerals Limited balance	<u>88,400</u>	<u>97,300</u>
Bank loan	1,413,045	1,467,898
Other creditors*	-	204,000
Balance due after more than one year at 31 December	<u>1,501,445</u>	<u>1,769,198</u>

* These are private loans received from community members. These loans are interest free with repayment terms of between twelve and thirty six months. All loans were repaid during the year.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

	Balance 01.01.2022	Income	Expenditure	Balance 31.12.2022
	£	£	£	£
14 General funds				
Balances at 1 January 2022	2,133,065	721,491	(734,451)	2,120,105
	2,133,065	721,491	(734,451)	2,120,105

	Freehold properties	Investment properties	Fixtures & Fittings	Total
	£	£	£	£
15 Designated fixed asset fund				
Balances at 1 January 2022	4,730,702	224,451	99,831	5,054,984
Pioneer Place donations	388,027	-	-	388,027
Balance at 31 December 2022	5,118,729	224,451	99,831	5,443,011

	2022	2021
	£	£
16 Burial fund		
Balances at 1 January 2022	205,390	188,635
Received during the year	48,345	39,660
Payments for burials of scheme members	(6,802)	(22,905)
	246,933	205,390

	Balance 01.01.2022	Balance 31.12.2021
	£	£
17 Revaluation reserve		
Investment properties	1,015,687	1,015,687
	1,015,687	1,015,687

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

18 Restricted funds - Others

	Balance 01.01.2022 £	Income £	Expenditure £	Transfers	Balance 31.12.2022 £
Hyderi - Internal					
Ghusal Kafan	10,321	2,233	(280)	-	12,274
Sports - Gents	290	5,509	(5,363)	-	436
Funeral Service	6,029	21,063	(20,509)	-	6,583
Madressa	4,831	2,288	-	-	7,119
Tablet project	(14,984)	-	-	14,984	-
Haraka	-	1,751	(1,355)	-	396
Volunteers fund	-	1,040	(300)	-	740
HFC	-	7,992	(7,113)	-	879
Ghadeer fund	-	900	(1,431)	-	(531)
Ladies retreat	-	9,801	(9,032)	-	769
Arbaeen walk	-	14,784	(9,914)	-	4,870
Jummah collections	-	2,181	(1,804)	-	377
Total - Internal	6,487	69,542	(57,101)	14,984	33,912
External					
Pakistan Relief	-	605	(605)	-	-
Others	-	1,699	(1,609)	-	90
Ramadhan relief	1,844	-	(1,844)	-	-
Al Ayn	1,087	-	(1,087)	-	-
AAWA	-	180	(175)	-	5
Fidya	-	-	-	-	-
Fitra	-	4,658	(4,658)	-	-
Kaffara	-	1,092	(1,092)	-	-
Khums - Sehme Imam**	8,053	55,577	(63,598)	-	32
Khums - Sehme Sadaat	7,053	18,785	(25,805)	-	33
Poor, Widows & Orphans	916	410	(900)	-	426
Radde Mazallim	25	361	(386)	-	-
Welfare Fund/Sadqa	13,694	12,768	(12,000)	-	14,462
WF Aid	-	-	-	-	-
Total - External	32,672	96,135	(113,759)	-	15,048
Total Others	39,159	165,677	(170,860)	14,984	48,960
Burial Fund	205,390	48,345	(6,802)	-	246,933
Total Restricted Funds	244,549	214,022	(177,662)	14,984	295,893

**In line with the Ijaza obtained from our Maraja's office and the donors wishes, these funds have been transferred to property donations for the purchase of Pioneer Place.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

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

19 Analysis of net assets between funds

	General Funds £	Designated Funds £	Restricted Funds £	Total Funds £
Fund balances at 31 December 2022 represented by:				
Total fixed assets	2,120,105	5,443,011	1,015,687	8,578,803
Net current assets	-	-	295,893	295,893
	<u>2,120,105</u>	<u>5,443,011</u>	<u>1,311,580</u>	<u>8,874,696</u>

20 Trustees

The trustees received no remuneration for services provided to Hyderi (2021: Nil). No trustees received reimbursement for costs for attending meetings or travelling costs in the year (2021: Nil).

21 Related Party Transactions

Hyderi is a member of a regional council, The Council of European Jamaats (COEJ), which represents Hyderi at the global level through The World Federation of Khoja Shia Ithna-Ashri Muslim Communities. Both these Charities are registered with the Charities Commission in the UK and represent Hyderi when dealing with international aid and relief work.

Most of the external restricted funds collected by Hyderi are channelled through COEJ. During the year, the external restricted funds of £15,155 (2021 - £10,760) were remitted to COEJ. £52,849 (2021 - £117,882) were remitted to the World Federation.

22 Financial commitments

Payable within:	2022	2021
One year	15,138	22,099
Between two and five years	-	15,138
	<u>15,138</u>	<u>37,237</u>

Accounts

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

A Registered Charity in the U.K. Number : 287686

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CHARITY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2021

Charity Registration Number 287686

Governing Document The Constitution

Managing Trustees

President	Dr Hassanali Dewji
Vice President	Mohsin Asaria (elected 25 Jul 2021)
Secretary	Sajjad Kara (elected 25 Jul 2021)
Assistant Secretary	Sister Zahira Dewji (elected 25 Jul 2021)
Treasurer	Salim Master
Assistant Treasurer	Bakerali Alidina (elected 25 Jul 2021)
Mukhi	Mohib Rajwani (elected 25 Jul 2021)
Assistant Mukhi	Abbas Kara (elected 25 Jul 2021)
Trustee	Zishaan Moledina
Trustee	Sister Sukaina Rajwani (elected 25 Jul 2021)
Nominated Trustee	Sister Shahida Alidina (elected 25 Jul 2021)
Nominated Trustee	Sister Sajida Hassam (elected 25 Jul 2021)

Vice President	Bakerali Alidina (resigned 25 Jul 2021)
Secretary	Mohsin Asaria (resigned 25 Jul 2021)
Assistant Secretary	Hassnein Khaki (resigned 25 Jul 2021)
Assistant Treasurer	Sister Gulzar Dewji (resigned 25 Jul 2021)
Mukhi	Abbas Panjvani (resigned 25 Jul 2021)
Trustee	Aliraza Janmohamed (resigned 25 Jul 2021)
Trustee	Mariam Hassam (resigned 1 May 2021)

Registered Address Hyderi Islamic Centre
26 Estreham Road
London
SW16 5PQ

Bankers HSBC
117 Balham High Road
London
SW12 9AS

Auditors Brian Paul Limited
Chase Green House
42 Chase Side
Enfield
Middlesex
EN2 6NF

Solicitors Vyman Solicitors
Vyman House
104 College Road
Harrow
HA1 1BQ

THE KHOJA SHIA ITHNA-ASHERI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT OF THE MANAGING TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The Managing Trustees have pleasure in presenting their annual report together with the audited financial statements of The Khoja Shia Ithna-ashri (South London) Jamaat (the Charity) for the year ended 31 December 2021. The Charity operates as Hyderi Islamic Centre (Hyderi).

The Trustees confirm that the annual report and financial statements of Hyderi comply with the current statutory requirements of the Charity's governing document and the provisions of the applicable charities Statement of Recommended Practice (SORP), UK Accounting Standards and the Charities Act 2011.

Structure, governance and management

The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi) is a registered charity (No: 287686). It is governed by the constitution adopted on 2 October 1983. A revised and updated constitution was approved by members on 16 November 2019. The Khoja Shia Ithna-Ashri (South London) Jamaat promotes and advances the Islamic religion in accordance with the principles of the Shia Ithna-Ashri faith. Its objectives and powers are set up in the constitution. It is managed by elected Managing Trustees who are responsible for the day to day running of the Charity.

Public Benefit Statement

The Managing Trustees have considered the general guidance on public benefit issued by the Charities Commission and have taken due regard of that guidance. The Managing Trustees consider that they are satisfied that the charity's activities do provide a public benefit.

Objectives and activities

The Khoja Shia Ithna-Ashri (South London) Jamaat's objective is to advance the religion of Islam and education, the provision of social and religious welfare activities and to provide relief of poverty among Shia Muslims.

a) Propagation of Islam

Propagation of Islam is the main activity of the Charity and this was carried out by arranging regular lectures at the Centre and arranging weekly religious programmes in English and other languages. Madressa classes were also held to teach Quran to students. During the year as Covid measures and restrictions eased, the centre opened to worshippers with precautionary measures in place to protect the vulnerable.

b) Educational support

During the year, support was provided to various individuals and children were taught at the Hyderi Islamic school and Hyderi Nursery.

c) Social, religious and welfare activities

During the year, Hyderi organized various activities in celebration of Ramadan, Eid, Hajj and other Islamic festivals for members and new converts who have no affiliation with other Islamic communities. Counselling sessions were provided to those with marriage and family predicaments. Facilities for weddings and funerals are carried out throughout the year.

Achievements and performance

The Charity continues to provide prayer facilities at the Centre to promote the Muslim faith to all age groups and to provide services to learn the teachings of the Quran. The Charity offers facilities to members to promote the Muslim way of life through guest speakers. The Charity continues to offer membership and burial facilities and receive income from its rental properties. The Nursery and Islamic schools for the children have been a successful furtherance of offering Islamic teaching. These achievements would not have been possible without the commitment and dedication of volunteers.

Objectives and Investment Powers

In order to meet the objectives, the Managing Trustees can secure the provision of Mosques and Imambaras (centres), provide and establish schools and education and provide other religious services. The Managing Trustees can raise funds for the upkeep, restoration and repair of the buildings used for this purpose and to provide other services to meet these objectives. Trust funds of over £10,000 can only be invested or utilized on a single project after the approval of the general body.

Appointment of trustees

The existing Managing Trustees were elected on 25 July 2021 to serve for a term of two years.

Related parties

The Charity does not hold assets on behalf of any another Charity, company or individual.

Results and Financial review

The results for the year are as shown in the financial statements. The statement of financial activities shows the incoming resources and the resources expended by the different activities conducted under the Charity's name. It also shows how the Charity's funds have been applied during the year. The gross receipts of the Charity were £1,912,701 (2020: £3,984,736). Of this £1,160,661 were restricted funds (£836,398 were donations for the Pioneer Place and these were subsequently transferred to the Fixed Asset Designated Funds and £284,603 were other restricted funds) and gross expenditure amounted to £888,064 (2020: £684,055). Of note is the gift aid receipt of £154,364 (2020: £180,868). This has been largely due to claims on the donations for Pioneer Place.

At 31 December 2021, the balance on the restricted fund was £39,159 (2020: £24,026). As the Charity's income is dependent upon the goodwill of worshippers, the managing trustees are of the opinion that the level of direct activities should be proportionate to such income.

Fixed Assets

The changes in fixed assets are shown in the notes to the financial statements. During the year, the Charity purchased five bungalows at Pioneer Place at a cost of £1.45m.

Investment Properties

Statement of Recommended Practice, "Accounting and Reporting by Charities" requires investment properties to be included in the financial statements at market value. The Investment properties were valued in January 2021 by an independent professional valuer SW17 Surveyors Limited. The updated valuations have been reflected in the financial statements.

Key management personnel remuneration

Trustees are required to disclose all relevant interests and register them with the Secretariat, and, in accordance with policy, withdraw from decisions where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in notes 20 and 21 to the accounts.

Risk Management

The Managing Trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the operations and finances including fund raising and use of restricted funds. The Managing Trustees are satisfied that systems are in place to mitigate our exposure to these risks and the processes implemented are designed to minimize any potential impact on the Charity should any of these risks materialize.

Reserves Policy

The Managing Trustees have examined the Charity's requirement for reserves in light of the main risks to the organization and especially following the restrictions and reduced footfall at the centre necessitated by the Covid 19 pandemic. It has established a policy whereby the unrestricted funds held by the Charity should continue to be a minimum of 3 months of the unrestricted expenditure of Hyderi only. This equates to approximately £107,094 (2020: £56,279)

Pioneer Place

Following the purchase of Pioneer Place in 2020, the Managing Trustees established a Project Working Group to take forward plans to develop the site. During the year a major refurbishment of the existing structure took place leading to an increase in capacity as well as provision of a dedicated room for mother and toddlers. Externally a children's' playground has been built.

Statement of Trustees' Responsibilities

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 & 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 period. 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 judgments and estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue to operate in the future.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports)

Regulations 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.

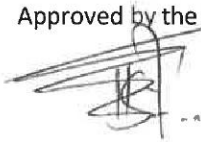
Disclosure of information to auditors

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

Brain Paul Limited were appointed to fill a casual vacancy and a resolution will be prepared proposing their reappointment as Auditors of the Charity at the Annual General Meeting.

Approved by the Managing Trustees and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'Sajjad Kara', written over a horizontal line.

Secretary: Sajjad Kara
Date: 18 April 2023

Opinion

We have audited the financial statements of the Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi Islamic Centre) (the 'charity') for the year ended 31 December 2021 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of 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 charity's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- The trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate, or
- The trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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:

The extent to which the audit was considered capable of detecting irregularities including fraud.

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:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our knowledge and experience of the charity sector;
- 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 company, including the Charities Act 2011, UK Taxes Acts, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- investigated the rationale behind significant or unusual transactions; and

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;
- enquiring of management as to actual and potential litigation and claims;

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.



Paul Phillips (Senior Statutory Auditor)

**For and on behalf of
Brian Paul Limited
Chartered Accountants & Statutory Auditors
Chase Green House
42 Chase Side
Enfield
Middlesex
EN2 6NF**

26. 4. 2023

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted Funds	Restricted Funds	Total Funds 2021	Total Funds 2020 Restated*
		£	£	£	£
Income					
Voluntary income	2	356,697	1,160,661	1,517,358	3,587,012
Fundraising income	3	16,222	-	16,222	2,406
Investment income	4	90,076	-	90,076	93,880
Charitable activities income	5	289,045	-	289,045	301,438
Total income		752,040	1,160,661	1,912,701	3,984,736
Expenditure					
Fundraising costs		7,244	-	7,244	1,631
Investments management costs		7,265	-	7,265	7,842
Charitable activities costs		556,389	292,375	848,764	631,013
Governance costs		24,791	-	24,791	43,569
Total expenditure	6	595,689	292,375	888,064	684,055
Net income		156,351	868,286	1,024,637	3,300,681
Net loss on disposal of investment property	19	(10,000)	-	(10,000)	-
Realised on sale of investment property	19	369,503	(369,503)	-	-
Net movement in funds		515,854	498,783	1,014,637	3,300,681
Funds brought forward at the start of the year**		1,617,211	5,816,437	7,433,648	4,132,967
Funds carried forward at the end of the year	19	2,133,065	6,315,220	8,448,285	7,433,648

*Restated as detailed in note 6.

**These have been restated to reflect a reclassification of funds.

The notes on pages 16 to 25 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

	Notes	2021	2021	2020	2020
		£	£	£	£
Fixed assets					
Tangible assets	7	7,619,824		5,792,409	
Investments	8	<u>1,880,101</u>		<u>2,590,101</u>	
Total fixed assets			9,499,925		8,382,510
Current assets					
Stock	9	832		3,129	
Debtors	10	17,988		30,168	
Cash at bank and in hand	11	<u>819,062</u>		<u>300,206</u>	
Total current assets		837,882		333,503	
Liabilities					
Creditors: amounts falling due within one year	12	(120,324)		(36,737)	
Net current assets			717,558		296,766
Total assets less current liabilities			10,217,483		8,679,276
Creditors: amounts falling due after more than one year	13		(1,769,198)		(1,245,628)
Net assets	19		8,448,285		7,433,648
The funds of the charity					
Unrestricted funds					
General funds	14	<u>2,133,065</u>		<u>1,617,211</u>	
			2,133,065		1,617,211
Restricted funds					
Designated funds	15	5,054,984		4,218,586	
Burial fund	16	205,390		188,635	
Revaluation reserve	17	1,015,687		1,385,190	
Others	18	<u>39,159</u>		<u>24,026</u>	
			6,315,220		5,816,437
Total charity funds	19		8,448,285		7,433,648

The financial statements were approved by the Managing Trustees and signed on their behalf by:



Vice President: Mohsin Asaria
Date: 18 April 2023



Hon Treasurer: Salim Master

The notes on pages 16 to 25 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021	2021	2020	2020
Cash flows from operating activities		£	£	£	£
Net movements in funds			1,014,637		3,300,681
Adjustments for:					
Investment income	4	(90,021)		(93,687)	
Interest income	4	(55)		(193)	
Depreciation of tangible fixed assets	7	19,039		15,053	
Realised loss on disposal of investment property	8	10,000		-	
Decrease/(Increase) in stock	9	2,297		(3,129)	
Decrease/(Increase) in debtors	10	12,180		(24,768)	
Increase in creditors	12/13	(892,843)		1,098,109	
Net cash inflow from operating activities			(939,403)		991,385
Cash flows from investing activities					
Investment income	4	90,021		93,687	
Interest income	4	55		193	
Purchase of tangible fixed assets	7	(1,846,454)		(4,536,028)	
Sale of investment property	8	700,000		-	
Net cash (outflow)/inflow from investing activities			(1,056,378)		(4,442,148)
Cash flows from financing activities					
Bank loan	12/13	1,500,000		-	
Net cash inflow from financing activities			1,500,000		-
Change in cash and cash equivalents in the year			518,856		(150,082)
Cash and cash equivalents at beginning of the year			300,206		450,287
Cash and cash equivalents at end of the year	11		819,062		300,206

The notes on pages 16 to 25 form a part of these financial statements

**THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT
(HYDERI ISLAMIC CENTRE)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021**

1 General information

The Charity is a registered Charity in England and Wales and is unincorporated. The address of the Charity is 26 Estreham Road, London, SW16 5PQ.

1.1 Statement of compliance

The financial statements have been prepared 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) (effective 1 January 2015) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

1.2 Accounting Policies

1.2.1 Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investment properties measured at fair value through income or expenditure. The financial statements are prepared in sterling which is the functional currency of the entity.

1.3 Going concern

There are no material uncertainties about the Charity's ability to continue for the foreseeable future. The Trustees are therefore satisfied that the Charity has sufficient reserves to continue as a going concern for the foreseeable future.

1.4 Aggregate Accounts and Related Activities

The consolidated accounts include the results of the financial activities of Hyderi Jamaat, Hyderi Nursery School and Hyderi Islamic School prepared to 31 December each year. A consolidated Statement of Financial Activities, Statement of Financial Position and Cash Flow Statement at the year-end has also been prepared.

1.5 Freehold Land and Properties

During the year the Charity embarked on a project to substantially develop the existing buildings at Pioneer Place to increase capacity and provide functionality to cater for the needs of attendees. This is shown at cost as additions during the year. Where refurbishment and maintenance takes place such expenditure is charged to the income and expenditure account in the year in which it is incurred. Accordingly, the Trustees consider that the life of the freehold property is such that its depreciation is not significant. Freehold land is not depreciated.

1.6 Leasehold Land

This is an 80-year lease acquired on a plot in Section 2 of Rowan Road Cemetery of 236 reserved graves at £1,100 each at a total cost of £259,600. This is being depreciated at the rate of £1,100 per burial that takes place each year. The cost of the land and the related liability has been reflected in the financial statements.

1.7 Other Tangible Fixed Assets

Other tangible fixed assets are stated at historical cost or valuation less depreciation. Depreciation is provided on all other tangible fixed assets at rates calculated to write off the cost, less estimated residual values of each asset over its expected useful life as follow

Fixtures and Equipment: 20% per annum by the reducing balance method.

Tractor : 25% per annum by the reducing balance method.

1.8 Donated Tangible Assets

Donated tangible assets which can be valued are included in the financial statements at their estimated market value. Donated tangible assets that are impractical to value are not included in the financial statements.

1.9 Stock

Stock consists of coffins and other burial related supplies. These are charged as expenses based on usage. Other stock consists of books and toys. The financial statements do not include any stock of books and toys as these are replaced continuously. All such costs are charged as expenses when incurred.

1.10 Disbursements and Resources Expended

The disbursements of various funds received were made according to the Islamic laws, with the guidance and permission of our Marjah and as per the constitution of the Charity. Support costs are those incurred in connection with governance and administration of the Charity and in compliance with constitutional and statutory requirements.

1.11 Investment Properties

Investment property is included in the Statement of Financial Position at open market value. The value is generally established by reference to independent 3rd party valuations obtained by the Trustees. A full valuation was carried out in January 2021 by SW17 Surveyors Limited. The view of the Executive Committee is that the valuation reflects the current market value.

1.12 Restricted Funds

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilized in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents.

1.13 Designated Funds

Designated funds are funds which have been set aside or utilized for a specific purpose and are not available for general use.

1.14 Income

These comprise income which is accounted for in the period in which it is received. Grants and Gift Aid are recognised when receivable and subscriptions for membership are recognised when received. Gift Aid received is treated as unrestricted income and utilised against the support costs of the charity.

All income is included gross and related expenditure is included as expenditure.

Investment income is included in the accounts on an accruals basis.

1.15 Deferred Income

Deferred Income is recognised in the period to which it relates.

1.16 Expenditure

Costs of generating funds are those costs incurred in furthering the aim and objects of the charity.

Governance comprises the costs of compliance with constitutional and statutory requirements and costs related to the strategic management of the charity.

Support costs are costs which are common to a number of activities and are charged to activities on the basis of a proportion of the use of the resource to the charitable activity.

In accordance with the Charities SORP (FRS 102), the general volunteer time of members and trustees is not recognised. The Trustees' annual report includes more information about their contribution.

1.17 Donated Services

No amounts are included in the financial statements for services donated by volunteers because these amounts cannot be quantified with reasonable accuracy.

1.18 Support cost

The number of staff involved in an activity is deemed to be the appropriate basis for allocating support costs as it closely reflects the resources usage of the support functions of the core activities.

1.19 Taxation

As the Charity is not registered for VAT, all costs shown are inclusive of VAT. No provision has been made for corporation or deferred tax as Hyderi is a registered charity and exempt from tax.

1.20 Financial instruments

The Charity has no Financial Instruments.

1.21 Pensions

Employees of the Charity are entitled to join a defined contribution pension scheme. The charity contribution is restricted to the contributions disclosed in note 6b. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within staff costs.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted Funds	Restricted Funds	Total Funds 2021	Total Funds 2020
	£	£	£	£
2 Voluntary income				
General Funds	80,337	-	80,337	57,185
Nyaz & Majlises	14,173	-	14,173	5,223
Ahl-ul-Bayt (A.S)	18,435	-	18,435	11,882
Gift aid tax income	154,364	-	154,364	180,868
Pioneer place donations*	-	836,398	836,398	2,972,789
Special activities income	34,500	-	34,500	5,260
Burial subscriptions	-	39,660	39,660	49,580
Religious/relief activities	-	284,603	284,603	260,172
Announcements	620	-	620	2,225
Subscriptions received	54,268	-	54,268	41,828
	<u>356,697</u>	<u>1,160,661</u>	<u>1,517,358</u>	<u>3,587,012</u>
* during the year £35k was refunded to members whose loans had been incorrectly recorded as donations				
3 Fundraising income				Restated
Fundraising income	13,579	-	13,579	-
Special activities*	640	-	640	480
Shop income/canteen	233	-	233	1,551
Letting/hire income	1,770	-	1,770	375
	<u>16,222</u>	<u>-</u>	<u>16,222</u>	<u>2,406</u>
*2020 figures have been reclassified from Charitable activities				
4 Investment income				
Interest received	55	-	55	193
Rental income	90,021	-	90,021	93,687
	<u>90,076</u>	<u>-</u>	<u>90,076</u>	<u>93,880</u>
5 Charitable activities income				Restated
Fees received	136,508	-	136,508	112,762
Grants received	137,149	-	137,149	136,972
Job Retention Grants*	15,388	-	15,388	51,704
	<u>289,045</u>	<u>-</u>	<u>289,045</u>	<u>301,438</u>

* in 2020, these were shown as credit to salary costs. Now reclassified.

THE KHOJA SHIA ITHNA-ASHERI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted Funds		Restricted Funds	Total	Total
	Direct costs	Support costs	Total	2021	2020
6 Total expenditure	£	£	£	£	£
Charitable activities costs	371,257	74,674	292,375	738,306	267,702
- Religious activities	32,861	-	-	32,861	7,121
- Nyaz & Majlises	68,667	8,930	-	77,597	112,943
- Secular education	472,785	83,604	292,375	848,764	387,766
Fundraising costs	7,244	-	-	7,244	1,631
Investments management costs	7,265	-	-	7,265	7,842
Governance costs	24,791	-	-	24,791	43,569
	512,085	83,604	292,375	888,064	440,808

	2021	2020
	£	£
6a Support costs		
Heat, light & water	29,657	9,954
Rates	5,709	45
Insurances	9,948	7,598
Repairs & maintenance	7,392	14,259
Toys/activities	1,188	451
Food	1,806	1,917
Telephone/broadband	1,628	1,464
SMS	280	700
Postage	23	326
Stationery	465	534
Printing/photocopying	1,034	619
Books	120	200
Website	451	596
Depreciation	19,039	15,053
Bank charges	432	1,261
Card charges	4,432	3,406
	83,604	58,383

	2021	Restated 2020
	£	£
6b Staff costs*		
Salaries and wages	206,195	171,549
PAYE/Employer NI	7,773	4,947
Pension contributions	3,223	2,339
	217,191	178,835

Staff Numbers

The average monthly number of employees:

	2021	2020
Management	2	2
Preaching & Lecturing	-	1
Nursery Staff	14	14
	16	17

*The 2020 staff costs have been restated to reallocate the Job retention grants received to Note 5 above.

Staff costs have been allocated to direct charitable expenses on the basis of number of direct staff supported during the year. No employee received remuneration amounting to more than £60,000 in either year

	2021	2020
	£	£
6c Governance costs		
Legal/professional fees	20,495	37,042
Audit & accountancy costs	3,426	3,000
Subscriptions paid	870	3,527
	24,791	43,569

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

7 Tangible fixed assets

	Assets under construction	Freehold Properties	Leasehold Land	Fixtures & Equipment	Motor Vehicles	Total
	£	£	£	£	£	£
Cost or valuation :						
As at 1 January 2021	-	5,602,158	259,600	374,742	5,571	6,242,071
Additions	137,243	1,685,710	-	23,501	-	1,846,454
As at 31 December 2021	137,243	7,287,868	259,600	398,243	5,571	8,088,525
Depreciation :						
As at 1 January 2021	-	-	112,200	337,276	186	449,662
Charge for the year	-	-	5,500	12,193	1,346	19,039
As at 31 December 2021	-	-	117,700	349,469	1,532	468,701
Net Book Value :						
As at 31 December 2021	137,243	7,287,868	141,900	48,774	4,039	7,619,824
As at 31 December 2020	-	5,602,158	147,400	37,466	5,385	5,792,409

8 Fixed asset investments

	2021 £	2020 £
Fixed asset investments	2,590,000	2,590,000
Disposal	(700,000)	-
Realised on disposal	(10,000)	-
	1,880,000	2,590,000
Other investments		
Hyderi Nursery Ltd	100	100
Hyderi Islamic School	1	1
Market value at 31 December	1,880,101	2,590,101

9 Stocks

	2021 £	2020 £
Opening balance	3,129	-
Additions during the year	1,066	6,888
Used during the year	(3,363)	(3,759)
Closing balance	832	3,129

10 Debtors

	2021 £	2020 £
Recoverable gift aid	16,038	26,018
Other Debtors	-	2,200
Prepayments and accrued income	1,950	1,950
	17,988	30,168

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

11 Cash and Bank	2021	2020
	£	£
Current and deposit accounts	818,565	299,762
Petty cash	497	444
	819,062	300,206
12 Creditors: Amounts falling due within one year	2021	2020
	£	£
Taxation and social security	5,383	2,818
Accrued expenses	5,738	11,784
Other creditors	39,448	-
Deferred Income	32,153	16,635
Bank loan	32,102	-
SCI Funerals Limited (Note 13)	5,500	5,500
	120,324	36,737
13 Creditors : Amounts falling due after more than one year	2021	2020
	£	£
SCI Funerals Limited		
Balance at 1 January	113,800	126,900
Payments in the year	(11,000)	(13,100)
Balance at 31 December	102,800	113,800
Less: Due within one year (Note 12)	(5,500)	(5,500)
SCI Funerals Limited balance	97,300	108,300
Bank loan	1,467,898	-
Other creditors*	204,000	1,137,328
Balance due after more than one year at 31 December	1,769,198	1,245,628

* These are private loans received from community members. These loans are interest free and have repayment terms of between twelve and thirty six months.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

	Balance 01.01.2021	Income	Expenditure	Realised	Balance 31.12.2021
	£	£	£	£	£
14 General funds					
Balances at 1 January 2021	1,617,211	752,040	(595,689)	359,503	2,133,065
	1,617,211	752,040	(595,689)	359,503	2,133,065

	Freehold properties	Investment properties	Fixtures & Fittings	Total
	£	£	£	£
15 Designated fixed asset fund				
Balances at 1 January 2021	3,894,304	224,451	99,831	4,218,586
Pioneer Place donations	836,398	-	-	836,398
Balance at 31 December 2021	4,730,702	224,451	99,831	5,054,984

	2021	2020
	£	£
16 Burial fund		
Balances at 1 January 2021	188,635	165,607
Received during the year	39,660	49,580
Payments during the year	(22,905)	(26,552)
	205,390	188,635

	Balance 01.01.2021	Realised	Balance 31.12.2021
	£	£	£
17 Revaluation reserve			
Investment properties	1,385,190	(369,503)	1,015,687
	1,385,190	(369,503)	1,015,687

An investment property was sold in the year for £700,000 which was £10,000 less than the market value reflected in the financial statements. This loss of £10,000 has been reflected in the income & expenditure statement.

The historical cost of the property was £340,597 and a realised gain of £359,403 has been transferred from unrealised revaluation reserve to unrestricted general funds and shown in the movements in note 19.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

18 Restricted funds - Others

	Balance 01.01.2021 £	Income £	Expenditure £	Balance 31.12.2021 £
Hyderi - Internal				
Ghusal Kafan	9,402	1,514	(595)	10,321
Sports - Gents	284	930	(924)	290
Sports - Ladies	(1,035)	1,035	-	-
Madressa	2,620	2,211	-	4,831
Tablet project	(4,833)	16,479	(26,630)	(14,984)
Covid Fund	2,090	3,275	(5,365)	-
Funeral Service	(1,564)	29,205	(21,612)	6,029
Total - Internal	6,964	54,649	(55,126)	6,487
External				
Global walk	-	1,392	(1,392)	-
Majlis e Ulema	-	2,500	(2,500)	-
Afghan refugees	-	275	(275)	-
Ramadhan relief	1,844	-	-	1,844
Al Ayn	1,087	-	-	1,087
AAWA	-	1,790	(1,790)	-
Fidya	-	1,562	(1,562)	-
Fitra	-	3,558	(3,558)	-
Kaffara	-	20	(20)	-
Khums - Sehme Imam**	-	125,233	(117,180)	8,053
Khums - Sehme Sadaat	9,475	75,907	(78,329)	7,053
Poor, Widows & Orphans	766	150	-	916
Radde Mazallim	-	25	-	25
Welfare Fund/Sadqa	3,890	12,542	(2,738)	13,694
WF Aid	-	5,000	(5,000)	-
Total - External	17,062	229,954	(214,344)	32,672
Total Others	24,026	284,603	(269,470)	39,159
Burial Fund	188,635	39,660	(22,905)	205,390
Total Restricted Funds	212,661	324,263	(292,375)	244,549

**In line with the Ijaza obtained from our Maraja's office and the donors wishes, these funds have been transferred to property donations for the purchase of Pioneer Place.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

19 Analysis of net assets between funds

	General Funds £	Designated Funds £	Restricted Funds £	Total Funds £
Fund balances at 31 December 2021 represented by:				
Total fixed assets	2,133,065	5,054,984	1,015,687	8,203,736
Net current assets	-	-	244,549	244,549
	2,133,065	5,054,984	1,260,236	8,448,285

20 Trustees

The trustees received no remuneration for services provided to Hyderi (2020: Nil). No trustees received reimbursement for costs for attending meetings or travelling costs in the year (2020: Nil).

21 Related Party Transactions

Hyderi is a member of a regional council, The Council of European Jamaats (COEJ), which represents Hyderi at the global level through The World Federation of Khoja Shia Ithna-Ashri Muslim Communities. Both these Charities are registered with the Charities Commission in the UK and represent Hyderi when dealing with international aid and relief work.

Most of the external restricted funds collected by Hyderi are channelled through COEJ. During the year, the external restricted funds of £10,780 (2020 - £19,673) were remitted to COEJ. £117,882 (2020, £48,104) were remitted to the World Federation.

19 Analysis of net assets between funds

	Balance 01.01.2021 £	Income £	Expenditure £	Realised £	Balance 31.12.2021 £
Unrestricted Funds					
Designated Funds					
General Funds	1,617,211	752,040	(595,689)	359,503	2,133,065
	1,617,211	752,040	(595,689)	359,503	2,133,065
Restricted Funds					
Fixed Assets Funds*	4,218,586	836,398	-	-	5,054,984
Others	24,026	284,603	(269,470)	-	39,159
Burial Fund	188,635	39,660	(22,905)	-	205,390
Revaluation reserve	1,385,190	-	-	(369,503)	1,015,687
	5,816,437	1,160,661	(292,375)	(369,503)	6,315,220
Total Funds	7,433,648	1,912,701	(888,064)	(10,000)	8,448,285

Accounts



HYDERI
ISLAMIC CENTRE

The Khoja Shia Ithna Asheri (South London) Jamaat

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT
(HYDERI ISLAMIC CENTRE)

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

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THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CHARITY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2020

Charity Registration Number 287686

Governing Document The Constitution

Managing Trustees

President	Dr Hassanali Dewji
Vice President	Bakerali Alidina
Secretary	Mohsin Asaria
Assistant Secretary	Hassnein Khaki
Treasurer	Salim Master
Assistant Treasurer	Gulzar Dewji
Mukhi	Abbas Panjvani
Assistant Mukhi	Neil Nasser (resigned 11 November 2020)
Trustee	Aliraza Janmohamed
Trustee	Mariam Hassam
Nominated Trustee	Murtaza Kermali
Nominated Trustee	Zishaan Moledina

Registered Address Hyderi Islamic Centre
26 Estreham Road
London
SW16 5PQ

Bankers HSBC
117 Balham High Road
London
SW12 9AS

Auditors Fairman Davis
Unit 6
Exhibition House
Kensington
London
W14 8XP

Solicitors Vyman Solicitors
Vyman House
104 College Road
Harrow
HA1 1BQ

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

REPORT OF THE MANAGING TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

The Managing Trustees have pleasure in presenting their annual report together with the audited financial statements of The Khoja Shia Ithna-ashri (South London) Jamaat (the Charity) for the year ended 31 December 2020. The Charity operates as Hyderi Islamic Centre (Hyderi).

The Trustees confirm that the annual report and financial statements of Hyderi comply with the current statutory requirements of the Charity's governing document and the provisions of the applicable charities Statement of Recommended Practice (SORP), UK Accounting Standards and the Charities Act 2011.

Structure, governance and management

The Khoja Shia Ithna-Ashri (South London) Jamaat (Hyderi) is a registered charity (No: 287686). It is governed by the constitution adopted on 2 October 1983. A revised and updated constitution was approved by members on 16 November 2019. The Khoja Shia Ithna-Ashri (South London) Jamaat promotes and advances the Islamic religion in accordance with the principles of the Shia Ithna-Ashri faith. Its objectives and powers are set up in the constitution. It is managed by elected Managing Trustees who are responsible for the day to day running of the Charity.

Public Benefit Statement

The Managing Trustees have considered the general guidance on public benefit issued by the Charities Commission and have taken due regard of that guidance. The Managing Trustees consider that they are satisfied that the charity's activities do provide a public benefit.

Objectives and activities

The Khoja Shia Ithna-Ashri (South London) Jamaat's objective is to advance the religion of Islam and education, the provision of social and religious welfare activities and to provide relief of poverty among Shia Muslims.

a) Propagation of Islam

Propagation of Islam is the main activity of the Charity and this was carried out by arranging regular lectures at the Centre and arranging weekly religious programmes in English and other languages. Madressa classes were also held to teach Quran to students. From March 2020 when the lockdown started, all of these activities moved online.

b) Educational support

During the year, support was provided to various individuals and children were taught at the Hyderi Islamic school and Hyderi Nursery.

c) Social, religious and welfare activities

During the year, Hyderi organized various activities in celebration of Ramadan, Eid, Hajj and other Islamic festivals for members and new converts who have no affiliation with other Islamic communities. Counselling sessions were provided to those with marriage and family predicaments. Facilities for weddings and funerals are carried out throughout the year.

Achievements and performance

The Charity continues to provide prayer facilities at the Centre to promote the Muslim faith to all age groups and to provide services to learn the teachings of the Quran. The Charity offers facilities to members to promote the Muslim way of life through guest speakers. The Charity continues to offer membership and burial facilities and receive income from its rental properties. The Nursery and Islamic schools for the children have been a successful furtherance of offering Islamic teaching. These achievements would not have been possible without the commitment and dedication of volunteers.

Objectives and Investment Powers

In order to meet the objectives, the Managing Trustees can secure the provision of Mosques and Imambaras (centres), provide and establish schools and education and provide other religious services. The Managing Trustees can raise funds for the upkeep, restoration and repair of the buildings used for this purpose and to provide other services to meet these objectives. Trust funds of over £10,000 can only be invested or utilized on a single project after the approval of the general body. The Managing Trustees meet every six weeks to discuss the activities for the operation of the Charity, however as a result of the shutdown due to the pandemic, six meetings were held during the year.

Appointment of trustees

The existing Managing Trustees were elected on 3 March 2019 to serve for a term of two years.

Related parties

The Charity does not hold assets on behalf of any another Charity, company or individual.

Results and Financial review

The results for the year are as shown in the financial statements. The statement of financial activities shows the incoming resources and the resources expended by the different activities conducted under the Charity's name. It also shows how the Charity's funds have been applied during the year. The gross receipts of the Charity were £3,933,032 (2019: £756,410). Of this £3,232,961 were restricted funds (£2,972,789 were donations for the purchase of Pioneer Place and these were subsequently transferred to the Fixed Asset Designated Funds and £260,172 were other restricted funds) and gross expenditure amounted to £632,351 (2019: £634,000). Of note is the gift aid receipt of £180,868. This has been largely due to claims on the donations for Pioneer Place.

At 31 December 2020, the balance on the restricted fund was £24,026 (2019: £7,101). As the Charity's income is dependent upon the goodwill of worshippers, the managing trustees are of the opinion that the level of direct activities should be proportionate to such income.

Our centre has been physically closed since March 2020 and this has had an impact on donations which normally come in during the holy month of Ramadhan and Muharram. The collections were much lower and while we have encouraged online donations as can be seen in the figures general funds, nyaz and ahlul bayt donations have all been much lower than in 2019. This has been matched by lower expenditure on nyaz, security and cleaning as well as utilities.

Covid-19

A decision was made at the outset of the pandemic to close the centre in order to protect the community especially with number of elderly members visiting the centre. The centre closed on 5 March and apart from a few nights during Muharram has remained closed since. At the same time our

Nursery was also closed for nearly three months following guidance issued by the local authority. All staff were furloughed during this time. The pandemic has affected the charity in a number of ways and these included the ability to collect donations as well as a move to provide all activities online.

Immediately the centre closed, all activities moved online and the functions for the holy month of Ramadhan and Muharram were successfully managed. In addition, the subcommittees all stepped up and moved to organise events via zoom. Burials were also transmitted via zoom to allow the community as well as family and friends to attend.

With the holy month of Ramadhan coming up we immediately took action and extended our online payment facility to now include the ability to pay by credit/debit cards in addition to Paypal. This proved useful as it enabled members to pay their burials subscriptions. We also encouraged members to donate and pay their subscriptions using these facilities as well as directly to our bank account.

We launched a Covid appeal and funds raised were used to help those in need. At the same time we collected provisions and distributed to those in the community who were in need as well as to neighbours.

During Muharram members were again urged to pay their subscriptions and donations online. The take up was very successful and this was very important as subscriptions make up some twenty percent of Hyderi's income.

The Managing Trustees continue to monitor the finances of the charity and are of the view that there are sufficient reserves to manage the activities of the charity and that there are no cause for concern.

Fixed Assets

The changes in fixed assets are shown in the notes to the financial statements. During the year, the Charity purchased new premises (Pioneer Place) at a cost of £4.5m.

Investment Properties

Statement of Recommended Practice, "Accounting and Reporting by Charities" requires investment properties to be included in the financial statements at market value. The Investment properties were valued in January 2021 by an independent professional valuer SW17 Surveyors Limited. The updated valuations have been reflected in the financial statements.

Key management personnel remuneration

Trustees are required to disclose all relevant interests and register them with the Secretariat, and, in accordance with policy, withdraw from decisions where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in notes 19 and 20 to the accounts.

Risk Management

The Managing Trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the operations and finances including fund raising and use of restricted funds. The

Managing Trustees are satisfied that systems are in place to mitigate our exposure to these risks and the processes implemented are designed to minimize any potential impact on the Charity should any of these risks materialize.

Reserves Policy

The Managing Trustees have examined the Charity's requirement for reserves in light of the main risks to the organization and especially following the of the centre shutdown necessitated by the Covid 19 pandemic. It has established a policy whereby the unrestricted funds held by the Charity should continue to be a minimum of 3 months of the unrestricted expenditure of Hyderi only. This equates to approximately £56,279 (2019: £90,559)

Plans for the future

The Charity will continue to focus on promoting the advancement of the Islamic religion among the Muslims of the Shia Ithna-Ashri faith. Following the purchase of Pioneer Place, the Managing Trustees have established a Project Working Group to take forward plans to develop the site.

Statement of Trustees' Responsibilities

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 & 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 period. 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 judgments and estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue to operate in the future.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

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

Disclosure of information to auditors

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

A resolution will be proposed at the Annual General Meeting that Fairman Davis be re-appointed as Auditors of the Charity.

Approved by the Managing Trustees and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Mohsin Asaria', written over a horizontal line.

Secretary: Mohsin Asaria

Date: 3 February 2021

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF THE KHOJA SHIA ITHNA-ASHRI
(SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE) FOR THE YEAR ENDED 31 DECEMBER 2020**

We have audited the financial statements of The Khoja Shia Ithna-Ashri (South London) Jamaat for the year ended 31 December 2020 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. 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 report, or for the opinions we have formed.

Respective Responsibilities of Managing Trustees and Auditors

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the trustees' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2020 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 applicable to smaller entities and
- have been properly prepared in accordance with the Charities Act 2011.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; 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; or
- certain disclosures of trustees remuneration specified by law are not made.



Fairman Davis
Chartered Accountants & Statutory Auditors
Unit 6
Exhibition House
Kensington
London
W14 8XP

11/05/2021

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted Funds	Restricted Funds	Total Funds 2020	Total Funds 2019
		£	£	£	£
Income					
Voluntary income	2	354,051	3,232,961	3,587,012	342,308
Fundraising income	3	1,926	-	1,926	4,325
Investment income	4	93,880	-	93,880	89,753
Charitable activities income	5	250,214	-	250,214	320,024
Total income		700,071	3,232,961	3,933,032	756,410
Expenditure					
Fundraising costs		1,631	-	1,631	6,457
Investments management costs		7,842	-	7,842	-
Charitable activities costs		336,062	243,247	579,309	614,739
Governance costs		43,569	-	43,569	12,804
Total expenditure	6	389,104	243,247	632,351	634,000
Net income		310,967	2,989,714	3,300,681	122,410
Transfers between funds		-	-	-	-
Net movement in funds		310,967	2,989,714	3,300,681	122,410
Funds brought forward at the start of the year		4,125,866	7,101	4,132,967	4,010,557
Funds carried forward at the end of the year	19	4,436,833	2,996,815	7,433,648	4,132,967

The notes on pages 14 to 23 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	Notes	2020	2020	2019	2019
		£	£	£	£
Fixed assets					
Tangible assets	7	5,792,409		1,271,435	
Investments	8	<u>2,590,101</u>		<u>2,590,101</u>	
Total fixed assets			8,382,510		3,861,536
Current assets					
Stock	9	3,129		-	
Debtors	10	30,168		5,400	
Cash at bank and in hand	11	<u>300,206</u>		<u>450,287</u>	
Total current assets		<u>333,503</u>		<u>455,687</u>	
Liabilities					
Creditors: amounts falling due within one year	12	(36,737)		(62,856)	
Net current assets			296,766		392,831
Total assets less current liabilities			8,679,276		<u>4,254,367</u>
Creditors: amounts falling due after more than one year	13		(1,245,628)		(121,400)
Net assets	19		<u>7,433,648</u>		<u>4,132,967</u>
The funds of the charity					
Unrestricted funds					
Designated funds	14	4,218,586		1,245,797	
Burial fund	15	188,635		165,607	
General funds	16	<u>1,617,211</u>		<u>1,329,272</u>	
			6,024,432		2,740,676
Restricted funds					
Revaluation reserve	17	1,385,190		1,385,190	
Others	18	<u>24,026</u>		<u>7,101</u>	
			1,409,216		1,392,291
Total charity funds	19		<u>7,433,648</u>		<u>4,132,967</u>

The financial statements were approved by the Managing Trustees and signed on their behalf by:



President: Dr Hassanali Dewji
Date: 3 February 2021



Hon Treasurer: Salim Master

The notes on pages 14 to 23 form a part of these financial statements

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020	2020	2019	2019
Cash flows from operating activities		£		£	
Net movements in funds			3,300,681		122,410
Adjustments for:					
Depreciation of tangible fixed assets		15,053		16,093	
Investment income		(93,687)		(89,753)	
Interest income		(193)		-	
(Increase) in stock		(3,129)		-	
(Increase)/Decrease in debtors		(24,768)		71,769	
Increase in creditors		1,098,109		24,744	
Net cash inflow from operating activities			991,385		22,853
Cash flows from investing activities					
Investment income		93,687		89,753	
Purchase of tangible fixed assets		(4,536,028)		(7,320)	
Interest income		193		-	
Net cash (outflow)/inflow from investing activities			(4,442,148)		82,433
Change in cash and cash equivalents in the year			(150,081)		227,696
Cash and cash equivalents at beginning of the year			450,287		222,591
Cash and cash equivalents at end of the year	11		300,206		450,287

The notes on pages 14 to 23 form a part of these financial statements

**THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT
(HYDERI ISLAMIC CENTRE)
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020**

1. General information

The Charity is a registered Charity in England and Wales and is unincorporated. The address of the Charity is 26 Estreham Road, London, SW16 5PQ.

2. Statement of compliance

The financial statements have been prepared 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) (effective 1 January 2015) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

3. Accounting Policies

3.1 Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investment properties measured at fair value through income or expenditure. The financial statements are prepared in sterling, which is the functional currency of the entity.

3.2 Going concern

There are no material uncertainties about the Charity's ability to continue for the foreseeable future. The Trustees are therefore satisfied that the Charity has sufficient reserves to continue as a going concern for the foreseeable future.

3.3 Aggregate Accounts and Related Activities

The consolidated accounts include the results of the financial activities of Hyderi Jamaat, Hyderi Nursery School and Hyderi Islamic School prepared to 31 December each year. A consolidated Statement of Financial Activities, Statement of Financial Position and Cash Flow Statement at the year-end has also been prepared.

3.4 Freehold Land and Properties

During the year Hyderi purchased Pioneer Place. This is shown at cost as addition during the year. Hyderi follows a regular programme of refurbishment and maintenance of its freehold property which includes where necessary, the reinstatement of the fabric of the building in order to prolong its useful life without determinable limit. Such expenditure with the exception of an element of improvements is charged to the income and expenditure account in the year in which it is incurred. Accordingly, the Trustees consider that the life of the freehold property is such that its depreciation is not significant. Freehold land is not depreciated.

3.5 Leasehold Land

This is an 80-year lease acquired on a plot in Section 2 of Rowan Road Cemetery of 236 reserved graves at £1,100 each at a total cost of £259,600. This is being depreciated at the rate of £1,100 per burial that takes place each year or a minimum of five burials. The cost of the land and the related liability has been reflected in the financial statements.

3.6 Other Tangible Fixed Assets

Other tangible fixed assets are stated at historical cost or valuation less depreciation. Depreciation is provided on all other tangible fixed assets at rates calculated to write off the cost, less estimated residual values of each asset over its expected useful life as follow

Fixtures and Equipment: 20 to 25% per annum by the reducing balance method.

Tractor : 25% per annum by the reducing balance method.

3.7 Donated Tangible Assets

Donated tangible assets which can be valued are included in the financial statements at their estimated market value. Donated tangible assets that are impractical to value are not included in the financial statements.

3.8 Stock

Stock consists of coffins and other burial related supplies. These are charged as expenses based on usage. Other stock consists of books and toys. The financial statements do not include any stock of books and toys as these are replaced continuously. All such costs are charged as expenses when incurred.

3.9 Disbursements and Resources Expended

The disbursements of various funds received were made according to the Islamic laws, with the guidance and permission of our Marjah and as per the constitution of the Charity. Support costs are those incurred in connection with governance and administration of the Charity and in compliance with constitutional and statutory requirements.

3.10 Investment Properties

Investment property is included in the Statement of Financial Position at open market value. The value is generally established by reference to independent 3rd party valuations obtained by the Trustees. A full valuation was carried out in January 2021 by SW17 Surveyors Limited. The revaluation is reflected in the financial statements.

3.11 Restricted Funds

Restricted funds are funds which have restrictions imposed by the donors. These can only be utilized in accordance with the donors' wishes and are not available for any other use. Restricted funds also include amounts collected as agents.

3.12 Designated Funds

Designated funds are funds which have been set aside or utilized for a specific purpose and are not available for general use.

3.13 Income

These comprise income which is accounted for in the period in which it is received. Grants and Gift Aid are recognised when receivable and subscriptions for membership are recognised when

received. Gift Aid received is treated as unrestricted income and utilised against the support costs of the charity.

All income is included gross and related expenditure is included as expenditure.

Investment income is included in the accounts on an accrual's basis.

3.14 Deferred Income

Deferred Income is recognised in the period to which it relates.

3.15 Expenditure

Costs of generating funds are those costs incurred in furthering the aim and objects of the charity.

Governance comprises the costs of compliance with constitutional and statutory requirements and costs related to the strategic management of the charity.

Support costs are costs which are common to a number of activities and are charged to activities on the basis of a proportion of the use of the resource to the charitable activity.

In accordance with the Charities SORP (FRS 102), the general volunteer time of members and trustees is not recognised. The Trustees' annual report includes more information about their contribution.

3.16 Donated Services

No amounts are included in the financial statements for services donated by volunteers because these amounts cannot be quantified with reasonable accuracy.

3.17 Support cost

The number of staff involved in an activity is deemed to be the appropriate basis for allocating support costs as it closely reflects the resources usage of the support functions of the core activities.

3.18 Taxation

As the Charity is not registered for VAT, all costs shown are inclusive of VAT. No provision has been made for corporation or deferred tax as Hyderi is a registered charity and exempt from tax.

3.19 Financial instruments

The Charity has no Financial Instruments.

3.20 Pensions

Employees of the Charity are entitled to join a defined contribution. The charity contribution is restricted to the contributions disclosed in note 6b. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within staff costs.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

	Unrestricted Funds	Restricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£	£
2 Voluntary income				
General Funds	57,185	-	57,185	60,909
Nyaz & Majlises	5,223	-	5,223	61,417
Ahl-ul-Bayt (A.S)	11,882	-	11,882	29,502
Gift aid tax income	180,868	-	180,868	37,849
Pioneer place donations	-	2,972,789	2,972,789	-
Special activities income	5,260	-	5,260	-
Burial subscriptions	49,580	-	49,580	35,700
Religious/relief activities	-	260,172	260,172	69,017
Announcements	2,225	-	2,225	3,308
Subscriptions received	41,828	-	41,828	44,606
	<u>354,051</u>	<u>3,232,961</u>	<u>3,587,012</u>	<u>342,308</u>
3 Fundraising income				
Shop income/canteen	1,551	-	1,551	4,325
Letting/hire income	375	-	375	-
	<u>1,926</u>	<u>-</u>	<u>1,926</u>	<u>4,325</u>
4 Investment income				
Interest received	193	-	193	-
Rental income	93,687	-	93,687	89,753
	<u>93,880</u>	<u>-</u>	<u>93,880</u>	<u>89,753</u>
5 Charitable activities income				
Fees received	112,762	-	112,762	136,028
Grants received	136,972	-	136,972	152,585
Special activities	480	-	480	31,411
	<u>250,214</u>	<u>-</u>	<u>250,214</u>	<u>320,024</u>

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

	Direct costs	Support costs	Total 2020	Total 2019
6 Total expenditure				
Charitable activities costs	£	£	£	£
- Religious activities	142,834	46,612	189,446	387,604
- Nyaz & Majlises	7,121	-	7,121	83,492
- Burial payments	26,552	-	26,552	6,013
- Secular education	101,172	11,771	112,943	137,630
	277,679	58,383	336,062	614,739
Fundraising costs	1,631	-	1,631	6,457
Investments management costs	7,842	-	7,842	-
Governance costs	43,569	-	43,569	12,804
	330,721	58,383	389,104	634,000

	2020	2019
6a Support costs	£	£
Heat, light & water	9,954	16,612
Rates	45	(7,227)
Insurances	7,598	3,149
Repairs & maintenance	14,259	17,737
Toys/activities	451	1,131
Food	1,917	2,257
Telephone/broadband	1,464	2,431
SMS	700	-
Postage	326	854
Stationery	534	413
Printing/photocopying	619	-
Books	200	2,382
Website	596	288
Depreciation	15,053	16,093
Bank charges	1,261	2,217
Card charges	3,406	1,443
	58,383	59,780

	2020	2019
6b Staff costs	£	£
Salaries and wages	171,549	176,061
Salaries and wages - reclaim	(51,704)	-
PAYE/Employer NI	4,947	4,941
Pension contributions	2,339	2,080
	127,131	183,082

Staff Numbers

The average monthly number of employees:

	2020	2019
Management	2	1
Preaching & Lecturing	1	1
Nursery Staff	14	14
	17	16

Staff costs have been allocated to direct charitable expenses. No employee received remuneration amounting to more than £60,000 in either year

	2020	2019
6c Governance costs	£	£
Legal/professional fees	37,042	6,534
Audit & accountancy costs	3,000	3,000
Subscriptions paid	3,527	3,270
	43,569	12,804

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

7 Tangible fixed assets

	Freehold Properties	Leasehold Land	Fixtures & Equipment	Motor Vehicles	Total
	£	£	£	£	£
Cost or valuation :					
As at 1 January 2020	1,076,701	259,600	369,742	-	1,706,043
Additions	4,525,457	-	5,000	5,571	4,536,028
Disposals					
As at 31 December 2020	5,602,158	259,600	374,742	5,571	6,242,071
Depreciation :					
As at 1 January 2020	-	106,700	327,909	-	434,609
Charge for the year	-	5,500	9,367	186	15,053
Disposals					
As at 31 December 2020	-	112,200	337,276	186	449,662
Net Book Value :					
As at 31 December 2020	5,602,158	147,400	37,466	5,385	5,792,409
As at 31 December 2019	1,076,701	152,900	41,834	-	1,271,435

8 Fixed asset investments

	2020 £	2019 £
Fixed asset investments	2,590,000	2,590,000
Other investments		
Hyderi Nursery Ltd	100	100
Hyderi Islamic School	1	1
Market value at 31 December	2,590,101	2,590,101

9 Stocks

	2020 £	2019 £
Opening balance	-	-
Additions during the year	6,888	-
Used during the year	(3,759)	-
Closing balance	3,129	-

10 Debtors

	2020 £	2019 £
Recoverable gift aid	26,018	-
Other Debtors	2,200	5,400
Prepayments and accrued income	1,950	-
	30,168	5,400

11 Cash and Bank

	2020 £	2019 £
Current and deposit accounts	299,762	433,861
Petty cash	444	16,426
	300,206	450,287

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

12 Creditors: Amounts falling due within one year	2020	2019
	£	£
Taxation and social security	2,818	
Accrued expenses	11,784	16,617
Deferred Income	16,635	40,739
SCI Funerals Limited (Note 13)	5,500	5,500
	36,737	62,856
13 Creditors : Amounts falling due after more than one year	2020	2019
	£	£
SCI Funerals Limited		
Balance at 1 Januar	126,900	132,400
Payments in the year	(13,100)	(5,500)
Balance at 31 December	113,800	126,900
Less: Due within one year (Note 12)	(5,500)	(5,500)
SCI Funerals Limited balance	108,300	121,400
Other creditors*	1,137,328	-
Balance due after more than one year at 31 December	1,245,628	121,400

* These are private loans received from community members. These loans are interest free and have repayment terms of between twelve and thirty six months.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

14 Designated fixed asset fund	Freehold Properties	Investment Properties	Fixtures & Equipment	Total
	£	£	£	£
Balances at 1 January 2020	921,515	224,451	99,831	1,245,797
Pioneer Place donations	2,972,789	-	-	2,972,789
Balance at 31 December 2020	3,894,304	224,451	99,831	4,218,586

15 Burial fund	2020	2019
	£	£
Balance at 1 January 2020	165,607	135,920
Received during the year	49,580	35,700
Payments for burials of scheme members	(26,552)	(6,013)
Balance at 31 December 2020	188,635	165,607

16 General funds	Balance 01.01.2020	Income	Expenditure	Transfers	Balance 31.12.2020
	£	£	£	£	£
Balance at 1 January 2020	1,329,272	700,071	(389,104)	-	1,640,239
	1,329,272	700,071	(389,104)	-	1,640,239

17 Revaluation reserve	Balance 01.01.2020	Fair Value Gains	Transfers	Balance 31.12.2020
	£	£	£	£
Investment properties	1,385,190	-	-	1,385,190
	1,385,190	-	-	1,385,190

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

18 Restricted funds - Others

	Balance 01.01.2020 £	Income £	Expenditure £	Transfers £	Balance 31.12.2020 £
Hyderi - Internal					
Ghusal Kafan	4,637	7,309	(2,544)	-	9,402
Sports - Gents	3,409	-	(3,125)	-	284
Sports - Ladies	(1,035)	-	-	-	(1,035)
Madressa	-	2,620	-	-	2,620
Tablet project	-	46,663	(51,496)	-	(4,833)
Covid Fund	-	7,890	(5,800)	-	2,090
Darsa	-	2,105	(2,105)	-	-
Funeral Service	(8,566)	18,326	(11,324)	-	(1,564)
Total - Internal	(1,555)	84,913	(76,394)	-	6,964
External					
Imaan Trust	-	4,000	(4,000)	-	-
Tabligh	-	1,198	(1,198)	-	-
Ramadhan relief	-	1,844	-	-	1,844
Al Ayn	980	107	-	-	1,087
Essex Jamat	171	-	(171)	-	-
Fidya	-	630	(630)	-	-
Fitra	-	3,792	(3,792)	-	-
Kaffara	-	210	(210)	-	-
Khums - Sehme Imam**	2,781	88,517	(91,298)	-	-
Khums - Sehme Sadaat	115	67,069	(57,709)	-	9,475
Poor, Widows & Orphans	1,220	346	(800)	-	766
Radde Mazallim	5	70	(75)	-	-
Welfare Fund/Sadqa	3,419	6,946	(6,475)	-	3,890
Who Is Hussain	(105)	300	(195)	-	-
WF Aid	120	130	(250)	-	-
Zainabiya Child Sponsorship	(50)	100	(50)	-	-
Total - External	8,656	175,259	(166,853)	-	17,062
Total Restricted Funds	7,101	260,172	(243,247)	-	24,026

**In line with the Ijaza obtained from our Maraja's office and the donors wishes, these funds have been transferred to property donations for the purchase of Pioneer Place.

THE KHOJA SHIA ITHNA-ASHRI (SOUTH LONDON) JAMAAT (HYDERI ISLAMIC CENTRE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

19 Analysis of net assets between funds	Balance 01.01.2020 £	Income £	Expenditure £	Transfers £	Balance 31.12.2020 £
Unrestricted Funds					
Designated Funds					
Fixed Assets Funds*	1,245,797	2,972,789	-	-	4,218,586
Burial Fund	165,607	49,580	(26,552)	-	188,635
	1,411,404	3,022,369	(26,552)	-	4,407,221
General Funds	1,329,272	650,491	(362,552)	-	1,617,211
	2,740,676	3,672,860	(389,104)	-	6,024,432
Restricted Funds					
Others	7,101	260,172	(243,247)	-	24,026
Revaluation reserve	1,385,190	-	-	-	1,385,190
	1,392,291	260,172	(243,247)	-	1,409,216
Total Funds	4,132,967	3,933,032	(632,351)	-	7,433,648

*Property donations received for Pioneer Place have been transferred to Designated Fixed Asset Fund.

20 Trustees

The trustees received no remuneration for services provided to Hyderi (2019: Nil). No trustees received reimbursement for costs for attending meetings or travelling costs in the year (2019: Nil).

21 Related Party Transactions

Hyderi is a member of a regional council, The Council of European Jamaats (COEJ), which represents Hyderi at the global level through The World Federation of Khoja Shia Ithna-Ashri Muslim Communities. Both these Charities are registered with the Charities Commission in the UK and represent Hyderi when dealing with international aid and relief work.

Most of the external restricted funds collected by Hyderi are channelled through COEJ. During the year, the external restricted funds of £19,673 (2019 - £39,869) were remitted to COEJ, £48,104 (2019, Nil) were remitted to the World Federation and £9,605 (2019, Nil) to Alulbayt Foundation.