

**HENDON MOSQUE & ISLAMIC CENTRE  
REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023**

**REGISTERED CHARITY NO. 289834**

# **HENDON MOSQUE & ISLAMIC CENTRE**

## **FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2023**

### **OFFICIALS AND ADVISORS**

#### **Executive Trustee Council:**

S.M. Rehman	(President)
A.N. Kadri	(Vice President)
A.M. Mehdi	(Treasurer)
A. Rehman	( General Secretary)
S.S.A.Alhaddad	(Assistant Secretary)
J Nazir	(Assistance Treasurer)
A G Herwitker	
M A Faki	
A.A.Daroge	
S.J.Kadiri	
A.Roghey	

#### **Custodian Trustees:**

S.M Al Hadad  
A.Faki  
M.H Dhakam  
A.I. Herwitker  
J. Zeb

#### **Charity Registration No:**

289834

#### **Principal Address:**

Brent View Road  
West Hendon  
London  
NW9 7EL

#### **Auditors**

Lewis Associates  
Chartered Certified Accountants  
75 Coniston Gardens  
London  
NW9 0BA

#### **Solicitors**

Johns & Saggar  
16 High Holborn  
London  
WC1V 6BX

#### **Main Bank:**

Barclays Bank Plc  
West London Commercial branch  
P.O.Box 13555  
Acorn House  
36-38 Park Royal Road  
London  
BX3 2BB



**Trustees' Report for the year ended 31 March 2023**

The trustees present their report along with the Audited Financial Statements of Hendon Mosque & Islamic Centre ('the charity') for the year ended 31st March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

**Trustees**

the trustees named on page 1 have served throughout the year. Appointment of trustees is governed by the Trust Deed of the charity. The Board of trustees is authorised to appoint new trustees to fill vacancies arising through resignation or death of an existing trustee.

**Constitution, objects and policies**

Hendon Mosque & Islamic Centre is a registered charity no. 289834 governed by its trust deed dated 29th January 1984 and amended on 21st October 2001. The main aims and objections of the charity are:

- arrange prayer gatherings;
- provide facilities for the teaching of Holy Quran and religious education for Muslim children and adults;
- arrange lectures, meetings and seminars to the furtherance of religious and Islamic education;
- co-operate and co-ordinate with other Islamic organisations who have similar aims and objections;
- provide funeral services for the Muslim community.

**Organisation**

The executive trustee council and custodian trustee members who have served during the year and since the year end are set out on page 1. The executive trustee council members are appointed at the Annual General Meeting for a term of three years after which they may put themselves up for re-appointment. The custodian trustees are appointed for a term of six years. The executive council meet on a monthly basis whilst custodian trustees meet quarterly.

**Financial review and investment Policy**

The results are shown on page 4 of the accounts. In the current year the pro-active fund raising has resulted in a significant increase in funds raised.

The Trustees are pleased to report that fund raising in the year went well but are aware that this will be a long haul to continue over the coming years in order that they can meet the substantial bank loans.

**Risk management**

The executive council have examined the major strategic business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

**Auditors**

Lewis Associates have been proposed to be re-appointed as auditors for the ensuing year.

**Statement of Trustees' responsibilities**


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

The law applicable to charities in England and Wales, the charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- \* select suitable accounting policies and then apply them consistently;
- \* observe the methods and principles in the Charity SORP;
- \* make judgements and estimates that are reasonable and prudent;
- \* prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue.

The trustees are responsible for keeping proper accounting records which 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 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of trustees on 22 October 2023 and signed on its behalf by :

  
..... Trustee and General Secretary  
M. Rehman



**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES  
OF HENDON MOSQUE & ISLAMIC CENTRE**

I have audited the financial statements of Hendon Mosque & Islamic Centre for the year ended 31 March 2023 on pages 4 to 10. 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. My audit work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's trustees as a body, for my audit report, or for this report, or for the opinions I have formed.

**RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS**

As described on page 2 the charity's trustees are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

My responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

I 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.

My 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 me to comply with the Auditing Practices Board's ethical Standards for Auditors.

**Basis of opinion**

I conducted my audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practice Board. An audit includes examination on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In my opinion the financial statements :

- \* give a true and fair view of the state of the charity's affairs as at 31st March 2022 and of its incoming resources and applicable 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 prepared in accordance with the requirements of the Charities Act 2011.

**Matters on which I am required to report by exception**

I have nothing to report in respect of the following matters where the Charities Act 2011 require us to report to you if, in my opinion:

- \* the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements
- \* sufficient accounting records have not been kept; or
- \* I have not received all the information and explanations I require for my audit.



.....  
Akbar Chouglay ( Statutory Auditor)  
for and on behalf of Lewis Associates, Statutory Auditor

22 October 2023

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006



STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2023

	Note	Unrestricted Funds	Restricted Funds	Total Funds 2023	Total Funds 2022
		£	£	£	£
<b>Incoming resources</b>					
Incoming resources from generating funds:					
Voluntary income	2	335,942	111,409	447,351	250,315
Incoming resources from charitable activities:	3	622,560		622,560	710,544
Investment income	4	<u>169,337</u>	<u>      </u>	<u>169,337</u>	<u>129,883</u>
<b>Total Incoming Resources</b>		<u>1,127,839</u>	<u>111,409</u>	<u>1,239,248</u>	<u>1,090,742</u>
<b>Resources expended</b>					
Costs of charitable activities	5	800,886		800,886	786,728
Governance costs	6	6,336		6,336	5,063
Donations	7		126,234	126,234	124,526
<b>Total Resources Expended</b>		<u>807,222</u>	<u>126,234</u>	<u>933,456</u>	<u>916,317</u>
<b>Net Incoming Resources For The Year</b>		320,617	(14,825)	305,792	174,425
<b>Net Movement In Funds</b>					
Transfers		(22,608)	22,608		
Funds balance brought as at 1st April 2022		3,696,605	4,936	3,701,541	3,527,116
<b>Funds Balances carried Forward at 31 March 2023</b>		<u>3,994,614</u>	<u>12,719</u>	<u>4,007,333</u>	<u>3,701,541</u>

The Statement of Financial Activities include all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared

All of the above amounts relate to continuing activities


The notes on pages 7 to 10 form an integral part of the financial statements




STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2023

		2023	2022
		£	£
<b>Fixed Assets</b>	<b>Note</b>		
Tangible Assets	9	2,957,513	2,994,911
<b>Current Assets</b>			
Other debtors	10	6,365	9,763
Cash at bank and in hand	11	<u>1,092,683</u>	<u>784,749</u>
		1,099,048	794,512
		4,056,561	3,789,423
<b>Creditors:</b> Amounts falling due less than one year	12	<u>(49,228)</u>	<u>(87,882)</u>
<b>Net Assets</b>		<u>4,007,333</u>	<u>3,701,541</u>
<b>Funds of the Charity</b>		<b>2023</b>	<b>2022</b>
		£	£
<b>Unrestricted Funds:</b>			
General Purposes fund	13	3,994,614	3,696,605
<b>Restricted Funds:</b>			
Zakat & Sadqa fund	13	<u>12,719</u>	<u>4,936</u>
		<u>4,007,333</u>	<u>3,701,541</u>

Approved by the Board of Trustees on 22 October 2023  
and signed on its behalf by

 Trustee and President  
M. Rehman

 Trustee and Treasurer  
A.M. Mehdi

The notes on pages 7 to 10 form an integral part of the financial statements.

**HENDON MOSQUE & ISLAMIC CENTRE**  
**STATEMENT OF CASH FLOWS**  
**AS AT 31 MARCH 2023**

	<b>Note</b>	<b>2023</b> <b>£</b>	<b>2022</b> <b>£</b>
<b>Cash flows from operating activities</b>			
Cash generated from operations	<b>15</b>	138,597	126,132
<b>Investing activities</b>			
Investment income received		169,337	129,883
Net cash used in investing activities		307,934	256,105
<b>Financing activities</b>			
Repayment of Loans		=	<u>(20,000)</u>
<b>Net (decrease) / increase in cash and cash equivalents</b>		307,934	236,105
Cash and cash equivalents at beginning of year		<u>784,749</u>	<u>548,644</u>
<b>Cash and cash equivalents at end of year</b>	<b>11</b>	<u>1,092,683</u>	<u>784,749</u>

The notes on pages 7 to 10 form an integral part of the financial statements.



1. Accounting Policies

1.1 Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

1.2 Going Concern

There are no material uncertainties about the Charity's ability to continue.

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the Statement of Recommended Practice and Reporting (effective March 2005) issued by the Charity Commission.

1.3 Income

All income is recognised in the Standard of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

1.4 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources. Expenditure includes VAT where applicable as the company cannot reclaim it.

1.5 Tangible fixed assets for use by the charity and depreciation

Tangible fixed assets for use by the charity are stated at cost less depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold land	Nil
Freehold buildings & improvements	50 years straight line on cost
Furniture, fixtures and equipment	10% straight line basis on cost
Motor vehicle	10% straight line basis on cost

1.6 Taxation

The charity is exempt from tax on its charitable activities.

1.7 Pension costs

The charity operates a defined contribution pension scheme.

	Unrestricted Funds	Restricted Funds	Total Funds 2023	Total Funds 2022
	£	£	£	£
<b>2. Voluntary Income</b>				
<b>Donations</b>				
Donations - Friday Collections and subscriptions	335,942		335,942	78,167
Donations - Zakat & Sadqa funds		69,548	69,548	31,402
Donations - Public appeals		41,861	41,861	6,770
	<u>335,942</u>	<u>111,409</u>	<u>447,351</u>	<u>116,339</u>



NOTES TO THE FINANCIAL STATMENTS

FOR THE YEAR ENDED 31 MARCH 2023 - continued

	Total 2023 £	Total 2022 £
<b>3. Incoming resources from charitable activities</b>		
Islamic Funeral Services	397,666	501,626
Madrasa Fees	219,114	191,423
Sale of UHF radio relay receivers and fans	1,983	2,190
Sale of Islamic calendars	940	2,289
Sale of educational books and misc fees	2,857	2,075
HMRC - Furlough Grants	-	748
LB Grants	-	10,193
	<u>622,560</u>	<u>710,544</u>
	Total 2023 £	Total 2022 £
<b>4. Investment income</b>		
Income for investment properties	<u>169,337</u>	<u>129,883</u>
	Total 2023 £	Total 2022 £
<b>5. Costs of charitable activities</b>		
Islamic funeral costs	380,517	396,033
Islamic Calendars	1,550	1,650
UHF radio relay receivers and fans	3,440	3,685
Salaries including NIC	275,112	257,470
Pension costs	1,706	1,895
Council tax and rent	1,656	7,274
Light, heat and water	18,106	6,228
Printing, postage and stationery	1,767	3,372
I.T and software costs	2,490	1,327
Educational books etc	2,886	1,768
Telephone and internet	3,333	7,356
Insurance	10,949	13,416
Repairs and renewals	47,853	42,009
Iftari expenses	1,418	244
Subscriptions and affiliation fees	50	50
Cleaning and miscellaneous expenses	10,555	5,453
Depreciation	<u>37,498</u>	<u>37,498</u>
	<u>800,886</u>	<u>786,728</u>
	Total 2023 £	Total 2022 £
<b>6. Governance Costs</b>		
Legal and professional	2,492	2,045
Bank charges	<u>3,844</u>	<u>3,018</u>
	<u>6,336</u>	<u>5,063</u>



NOTES TO THE FINANCIAL STATMENTS

FOR THE YEAR ENDED 31 MARCH 2023 - continued

	Total 2023 £	Total 2022 £
<b>7. Donations</b>		
Donations - Zakat and Sadqa	57,989	61,476
Donations - Public appeal	68,245	63,050
	<u>126,234</u>	<u>124,526</u>

**8. Staff costs**

No remuneration was paid to trustees in the year, nor were any trustees' expenses claimed.  
The staff costs were:

	2023 £	2022 £
Wages and salaries	275,112	257,470
Pension costs	<u>1,706</u>	<u>1,895</u>

The average weekly number of staff employed calculated as full-time equivalents during the year was as follows:

	2023	2022
Administrative & education	<u>18</u>	<u>18</u>

No employee received remuneration of more than £60,000.

**9. Schedule of Tangible Assets**

Cost	Freehold Land & Building £	Furniture & Equipment £	Motor Vehicle £	Total £
Balance brought forward	3,451,782	196,695	61,106	3,709,583
Additons during the year	-	-	-	-
	<u>3,451,782</u>	<u>196,695</u>	<u>61,106</u>	<u>3,709,583</u>
<b>Depreciation:</b>				
Balance brought forward	480,711	196,694	37,267	714,672
Charge for the year	<u>34,518</u>	-	<u>2,980</u>	<u>37,498</u>
	<u>515,229</u>	<u>196,694</u>	<u>40,247</u>	<u>752,170</u>
<b>Net Book Value</b>				
As At 31 March 2023	<u>2,936,553</u>	<u>1</u>	<u>20,959</u>	<u>2,957,513</u>
As At 31 March 2022	<u>2,971,071</u>	<u>1</u>	<u>23,839</u>	<u>2,994,911</u>



NOTES TO THE FINANCIAL STATMENTS

FOR THE YEAR ENDED 31 MARCH 2023 - continued

	2023	2022
	£	£
10. Debtors		
Other debtors	<u>6,365</u>	<u>9,763</u>

	2023	2022
	£	£
11. Cash and cash equivalents		
Cash at bank and in hand	<u>1,092,683</u>	<u>784,749</u>

	2023	2022
	£	£
12. Creditors: Amounts falling less than one year		
Accruals	<u>49,228</u>	<u>87,882</u>

13

	At 31 March 2022	Income	Expenditure	Transfer	At 31 March 2023
	£	£	£		£
General reserve					
General Purposes Fund	<u>3,696,605</u>	<u>1,127,839</u>	<u>807,222</u>	<u>(22,608)</u>	<u>3,994,614</u>
Restricted funds					
Designated funds:					
Zakat & Sadqa account	<u>4,936</u>	<u>111,409</u>	<u>126,234</u>	<u>22,608</u>	<u>12,719</u>
Total restricted funds	<u>3,701,541</u>	<u>1,239,248</u>	<u>933,456</u>		<u>4,007,333</u>
				=	

The General purposes fund represents the free funds of the charity which are not designated for particular purposes.

Restricted Funds :

The Zakat and Sadqa fund are funds under which specific monies are received by the members and the local community which is applied strictly according to Islamic law and distributed amongst the specific Muslim charities thorough the world.

14. Related Party Disclosures

There were no related party transactions for the year.

	2023	2022
	£	£
15. Cash generated from operations		
Surplus for the year	305,792	174,425
Adjustments for:		
Investment income recognised in statement of financial activites	(169,337)	(129,883)
Depreciation and impairment of tangible fixed assets	37,498	37,498
Movements in working capital:		
( Increase) in debtors	3,398	(1,278)
Increase/ ( decrease) in creditors	<u>(38,754)</u>	<u>45,370</u>
Cash generated from operations	<u>138,597</u>	<u>126,132</u>