

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOMINEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

LEGAL AND ADMINISTRATIVE INFORMATION

Sole Trustee

“The Dai al-Mutlaq”, a Corporation Sole enacted on 1st July, 1993 as **Dawat-e-Hadiyah Act 1993** by the Queen’s most Excellent Majesty, by and with the advice and consent of the Lords Spiritual and Temporal, and Commons, in the Parliament of the United Kingdom of Great Britain and Northern Ireland.

Today, the 53rd al-Dai al-Mutlaq, His Holiness Dr. Syedna Mufaddal Saifuddin^{TUS} is the Corporation Sole and in his capacity as the Corporation Sole – the Sole Trustee of the Trust.

Nominees

Mukasir-e-Dawat il-Haq, Dr. Syedi Qaidjoher bhaisaheb Ezzuddin^{DM}
(Name as in passport Qaid Joher Ezzuddin)

Shahzada Idris bhaisaheb Badruddin
(Name as in passport Idris Badruddin)

Shahzada Qusai bhaisaheb Vajihuddin
(Name as in passport Qusai Vajihuddin)

Shahzada Ammar bhaisaheb Jamaluddin
(Name as in passport Ammar Mohammed Burhanuddin Jamaluddin)

Shahzada Taha bhaisaheb Najmuddin
(Name as in passport Taha Mufaddal Saifuddin)

Shahzada Dr. Husain bhaisaheb Burhanuddin
(Name as in passport Husain Mufaddal Saifuddin)

Charity number

294807

Principal office

6 Mohammedi Park Complex
Rowdell Road
Northolt
Middlesex
UB5 6AG

Auditors

Citroen Wells
Devonshire House
1 Devonshire Street
London
W1W 5DR

Bankers

Barclays Bank Plc
Leicester
Leicestershire
LE87 2BB

Habib Bank AG Zurich
377 Station Road
Harrow
Middlesex
HA1 2AW

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

LEGAL AND ADMINISTRATIVE INFORMATION

Bankers (continued)

HSBC Bank Plc
25 Notting Hill Gate
London
W11 3JJ

National Australia Bank
799 Pacific Highway
Chatswood NSW 2067
Australia

United Overseas Bank Limited
80 Raffles Place
UOB Plaza 1
Singapore
048624

Solicitors

B D B Pitmans LLP
One Bartholomew Close
London
EC1A 7BL

Collyer Bristow LLP
St. Martin's Court
10 Paternoster Row
London
EC4M 7EJ

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

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DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOMINEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The Nominees present their report and the consolidated financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective from 1 January 2019).

Aims and objectives

The objects of the Trust are to carry out such charitable purposes for the relief of poverty and the advancement of education or religion or otherwise for the benefit of mankind anywhere in the world as the Dai al-Mutlaq shall from time to time determine. These include the advancement, safeguard and protection of the Islamic religion; the advancement of learning and education in their widest connotations; the relief of poverty and help to the poor and needy; the grant and aid of medical relief and the advancement of such other religious and charitable objects as the Dai al-Mutlaq shall determine.

The Trust aims to further these objects through the support of Anjumans, other charities, Dawoodi Bohra institutions and the community in general.

The Nominees confirm that they have paid due regard to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the objects of the Trust for the year. The main activities undertaken to further the Trust's purposes for the public benefit include the provision of grants and donations to other charities and for the education and relief of distress suffered by individuals in the community.

Grant making policy

The Trust's grant making policy is to identify those charities, individuals and community projects in the UK and worldwide that meet the objects of the Trust stated above.

Qardan Hasana

Due to the tenets of the Dawoodi Bohra faith, interest can neither be received nor paid and as a result, the Trust provides interest free loans in order to directly further its charitable purposes. Qardan Hasana is currently only available to businesses and other charities.

Activities and performance

The Trust carries out a wide range of activities in pursuance of its charitable aims. The Nominees consider that these activities, noted below, provide benefit both to the Dawoodi Bohra community and the wider local community.

In order to achieve its objectives as stated above, the Trust has incurred expenses on various activities for the relief of distress and aid of the community, as detailed in note 7 of the accounts. These include Niyaz, Mawaed, Talimy Imdad, Tibby Imdad and Muvasat (see glossary on page 29). Additionally, the Trust financially supports Faiz-ul Mawa'id al Burhaniyah, a movement for catering meals free of cost, once a day, to all members of the Dawoodi Bohra community initiated by the 52nd Dai al Mutlaq His Holiness Dr. Syedna Mohammed Burhanuddin^{RA} and continued by his successor the 53rd Dai al Mutlaq His Holiness Dr. Syedna Mufaddal Saifuddin^{TUS}.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOMINEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021 – (CONTINUED)

Property transactions

A Masjid according to the doctrines of Dawat-e-Hadiyah and the faith of the Dawoodi Bohras, cannot be valued in monetary terms and consequently each Masjid has, in the past, been stated in the balance sheet at a token figure. The figure being a sacred amount that correlates to the incumbent of the spiritual office of al-Dai al-Mutlaq during whose era these Masjids were built and dedicated. As per the Islamic faith, once the Masjid is Waqf (dedicated), it can neither be sold nor can it be gifted nor can it be inherited, hence it is priceless.

During the year, the carrying value of the Masjids have been reinstated to their original cost so as to ensure the Trust's accounts are fully compliant with the Statement of Recommended Practice: Accounting and Reporting by Charities (FRS 102). As this is a change of the accounting policy adopted by the Trust, the comparative figures have also been restated accordingly as set out in note 24 on page 28. The increase in the carrying value of the Masjids because of this change in accounting policy is £24,982,956.

Anjuman-e-Saifee (Leicester), with the permission and approval of the 53rd Dai al-Mutlaq, His Holiness Dr. Syedna Mufaddal Saifuddin^{TUS}, built a Masjid at 9 Bath Street, Leicester at a total cost of £3,749,729. On 11 September 2021, Anjuman-e-Saifee (Leicester) requested His Holiness to accept the edifice of the Masjid on behalf of the well wishers of the community. His Holiness accepted the edifice and then declared open the Masjid and dedicated it for the sake of Allah for His ibadat (worship). His Holiness graciously named this Masjid as Saifee Masjid. The title of the said Masjid was registered in the name of 'The Dai al-Mutlaq' the Sole Trustee of Dawat-e-Hadiyah Trust (United Kingdom) on 19 July 2022.

This Masjid is entrusted to Anjuman-e-Saifee (Leicester) to be managed by the said Anjuman under the supervision and control of Dawat-e-Hadiyah Trust (United Kingdom). They have been instructed to maintain the property to a high standard and meet all outgoings for this property and they have agreed to do the same.

During the year, the Trust also received gifts of other properties with an aggregate value of £1,150,000. (2020: £nil)

All properties are held for the beneficial interest of "The Dai al-Mutlaq", a Corporation Sole who is the sole Trustee of Dawat-e-Hadiyah Trust (United Kingdom).

Financial review

The consolidated statement of financial activities set out on page 9 of the financial statements shows the Group's income and expenditure for the year ended 31 December 2021.

Total income amounted to £38,343,508, an increase of £29,643,802 on the previous year. This comprises mainly of voluntary donations and investment income, but also includes the value of the gifted properties. The increase is due to the gifted properties in the year and a one off donation from Dubai following the operations ceasing. No government grants were received during the year (2020: £99,526).

Total expenditure amounted to £5,469,425 (2020: £4,826,042), with £696,624 (2020: £910,607) defrayed in raising funds, £1,947,919 (2020: £1,036,560) on charitable activities, £1,139,373 (2020: £1,315,769) on grant funding and £1,685,509 (2020: £1,563,106) on support and governance costs. The increase in expenditure is largely due to increased costs incurred in relation to the arrival of the Dai al - Mutlaq.

After allowing for the net gains on investments of £3,964,190 (2020: £75,479) the Trust's net movement in funds for the year resulted in a surplus of £36,838,273 (2020: £3,949,143).

The balance sheets set out on page 10 shows the financial position of the Group and the Trust at 31 December 2021.

Total Group assets less liabilities amounted to £149,047,342 (2020: £112,209,069) which is represented by the accumulated balances on the unrestricted funds of £111,873,616 (2020: £78,785,072) and restricted funds of £37,173,726 (2020: £33,423,997).

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOMINEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021 – (CONTINUED)

Reserves policy

It is the policy of the Trust to maintain unrestricted funds, which are free reserves of the Trust, at a level sufficient to provide for expenditure in future years without reliance on future voluntary income which cannot be guaranteed. In addition, funds are required to cover management and administration costs in order to continue the running of the Trust and also to provide for future capital projects required for the benefit of the community.

The balance held as unrestricted funds at the year-end was £111,873,616 of which £41,772,299 are regarded as free reserves, after allowing for funds tied up in tangible fixed assets and investment properties. The current level of reserves is therefore considered to be appropriate to meet the current and future commitments of the Trust.

Restricted funds comprise £37,173,726 which are represented by the value of various properties gifted to the Trust whose use has been restricted by the donor and also all the Masjids held by the Trust.

Risk management

Risk assessments are carried out in order to ascertain the likelihood of a risk event occurring, of its potential impact and whether any cost effective mitigating action may be taken.

The principal risks faced by the Trust are:

- Risks relating to the operations and finances of the Trust.
- The performance of its investments. The Trust mitigates this risk by ensuring that its investment properties are maintained to a very high standard and are in prime locations.

Whilst the Trust has sufficient funds to continue its grant making and other activities for the foreseeable future, the Nominees are continually reviewing the long term plans for the Trust.

Fund raising standards information

The Trust does not actively fundraise and does not hold any agreements with professional fundraisers or commercial participators. The costs of generating funds in the consolidated Statement of Financial Activities comprise solely of property rental costs.

Plans for the future

The policies and purposes of the Trust shall continue under the provisions of the Trust Deed and the Trust aims to continue to provide support to charities and the public at large.

Structure, governance and management

On 1 May 1986, the 52nd Dai al-Mutlaq, His Holiness Dr. Syedna Mohammed Burhanuddin^{RA} executed the Deed of Confirmation and Trust of Dawat-e-Hadiyah Trust (United Kingdom). The said Deed of Confirmation and Trust was registered with the Charity Commission of England and Wales on 2 July 1986. The 52nd Dai al-Mutlaq, His Holiness Dr. Syedna Mohammed Burhanuddin^{RA}, was then the Sole Trustee of the said Trust.

On 1 July 1993, an Act was incorporated by the Queen's most Excellent Majesty, by and with the advice and consent of the Lords Spiritual and Temporal, and Commons in Parliament, by the name of Dawat-e-Hadiyah Act 1993, incorporating the person who for the time being holds the office of the Dai al-Mutlaq as a Corporation Sole by the name of the Dai al-Mutlaq with perpetual succession. The 52nd Dai al-Mutlaq was thus appointed as a Corporation Sole.

In 1996, the said Corporation Sole by the name of the Dai al-Mutlaq was made the Sole Trustee of the Trust.

On the passing of the 52nd Dai al-Mutlaq on 17 January 2014, his son and successor Dr. Syedna Mufaddal Saifuddin^{TUS} succeeded as the 53rd incumbent to the office of the Dai al-Mutlaq. Thus, the 53rd Dai al-Mutlaq, His Holiness Dr. Syedna Mufaddal Saifuddin^{TUS}, is now the Corporation Sole enacted by the Dawat-e-Hadiyah Act 1993 and as such the Sole Trustee of the Trust.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOMINEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021 – (CONTINUED)

Structure, governance and management (continued)

The Nominees act on behalf of the Dai al-Mutlaq and exercise such powers and perform such functions as are assigned to them by the Dai al-Mutlaq for administering the affairs of the Trust. Hence, the nominees are considered the key management personnel of the Trust. As per the provisions of the Trust Deed, the Dai al-Mutlaq may at any time and from time to time at his sole discretion and pleasure appoint, remove and accept the resignation of a Nominee (delegate) or Nominees. In selecting new Nominees, the Dai al-Mutlaq ensures that they are respected members of the community with the knowledge and skills to act as Nominees. Nominees are expected to identify their training needs and to take measures to ensure that these needs are met.

The Nominees serving during the year and since the year end are detailed on the legal and administrative information page.

Related parties

The relationship between the Trust and other connected charities is disclosed in note 22 on page 27 of the accounts.

For and on behalf of the Nominees

Nominee – Qaidjoher Ezzuddin

Date: 29 January 2023

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

STATEMENT OF NOMINEES' RESPONSIBILITIES

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

The law applicable to charities in England and Wales requires the Nominees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and the Group and of the incoming resources and application of resources of the Trust and the Group for that year.

In preparing these financial statements, the Nominees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Nominees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Trust and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

INDEPENDENT AUDITOR'S REPORT

TO THE NOMINEES OF DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

Opinion

We have audited the financial statements of Dawat-e-Hadiyah Trust (United Kingdom) (the 'Trust') and its subsidiaries (the 'Group') for the year ended 31 December 2021 which comprise the Consolidated Statement of Financial Activities, the Group and Trust Balance Sheets, the Consolidated Cash Flow Statement and notes to the financial statements, 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 Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Group's and Trust's affairs as at 31 December 2021 and of the Group's incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group and Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Nominees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Nominees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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 on this regard.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE NOMINEES OF DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Nominees' Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the trust's 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

Responsibilities of Nominees

As explained more fully in the Statement of Nominees' Responsibilities, the Nominees 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 Nominees 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 Nominees are responsible for assessing the Group's and Trust'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 Nominees either intend to liquidate or cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant are those that relate to the reporting framework being FRS102, Charities SORP (FRS 102), Anti-Money Laundering and Charities Act 2011 rules and regulations.
- We understood how the charity is complying with those frameworks by making enquiries of management and seeking representations from those charged with governance. We corroborated our understanding by reviewing supporting documentation.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved enquiries of management and those charged with governance, review of legal and professional expenses and review of Nominee meeting minutes.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE NOMINEES OF DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

- We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur by considering the risk of management override of internal control and by designating incoming resources recognition as a fraud risk. We performed journal entry testing by specific risk criteria, with a focus on journals indicating large or unusual transactions based on our understanding of the business. We tested completeness of income through substantive tests performed, analytical review procedures and cut off tests on the incoming resources recognised.
- Where incoming resources were received from overseas, we requested supporting documentation to ensure that sufficient anti-money laundering documentation was in place.
- The charity is a regulated entity under the supervision of the Charities Commission. As such, the Senior Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities.

Use of our report

This report is made solely to the Trust's Nominees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Trust's Nominees 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 Trust and the Trust's Nominees as a body, for our audit work, for this report, or for the opinions we have formed.

Citroen Wells

30 January 2023

**Chartered Accountants
Statutory Auditor**

Devonshire House
1 Devonshire Street
London
W1W 5DR

Citroen Wells is eligible for appointment as auditor of the Trust by virtue of its eligibility as auditor of a company under of section 1212 of the Companies Act 2006.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021**

		Unrestricted funds	Restricted funds	Total 2021	Total 2020 (as restated)
	Notes	£	£	£	£
Income from:					
Donations	3	33,596,560	3,749,729	37,346,289	7,510,175
Investments	4	997,219	-	997,219	1,090,005
Other income	5	-	-	-	99,526
Total income		34,593,779	3,749,729	38,343,508	8,699,706
Expenditure on:					
Raising funds	6	696,624	-	696,624	910,607
Charitable activities	7	4,772,801	-	4,772,801	3,915,435
Total expenditure		5,469,425	-	5,469,425	4,826,042
Net gains on investments	12	3,964,190	-	3,964,190	75,479
Net movement in funds		33,088,544	3,749,729	36,838,273	3,949,143
Fund balances brought forward		78,785,072	33,423,997	112,209,069	108,259,926
Fund balances carried forward		111,873,616	37,173,726	149,047,342	112,209,069

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

BALANCE SHEETS AS AT 31 DECEMBER 2021

	Notes	Group 2021 £	Group 2020 (as restated) £	Trust 2021 £	Trust 2020 (as restated) £
Fixed assets					
Tangible assets	13	53,514,477	49,064,712	53,509,868	49,056,990
Investments	14	53,760,566	49,260,036	53,263,267	48,762,737
		<u>107,275,043</u>	<u>98,324,748</u>	<u>106,773,135</u>	<u>97,819,727</u>
Current assets					
Qardan Hasana receivable:					
Amounts falling due within one year	15	3,758,525	1,094,589	3,758,525	1,094,589
Amounts falling due after more than one year	15	1,264,855	2,805,152	1,264,855	2,805,152
Other debtors	16	798,105	1,550,422	781,503	1,508,353
Cash at bank and in hand		37,108,752	9,743,403	36,860,007	9,594,634
Metal, jewellery and other assets		18,072	18,072	18,072	18,072
		<u>42,948,309</u>	<u>15,211,638</u>	<u>42,682,962</u>	<u>15,020,800</u>
Creditors amounts falling due within one year	17	(1,176,010)	(1,260,650)	(409,068)	(512,967)
Creditors amounts falling due after one year	18	-	(66,667)	-	(66,667)
		<u>41,772,299</u>	<u>13,884,321</u>	<u>42,273,894</u>	<u>14,441,166</u>
Net current assets		<u>41,772,299</u>	<u>13,884,321</u>	<u>42,273,894</u>	<u>14,441,166</u>
Total assets less liabilities		<u>149,047,342</u>	<u>112,209,069</u>	<u>149,047,029</u>	<u>112,260,893</u>
The funds of the Charity:					
Restricted funds	19	37,173,726	33,423,997	37,173,726	33,423,997
Unrestricted income funds		111,873,616	78,785,072	111,873,303	78,836,896
Total funds	20	<u>149,047,342</u>	<u>112,209,069</u>	<u>149,047,029</u>	<u>112,260,893</u>

The financial statements were approved on behalf of the Dai al-Mutlaq by the Nominees on 29 January 2023 and signed on their behalf by:

Nominee- Qaidjoher Ezzuddin

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)**CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

		2021	2020
	Notes	£	£
Cash flow from operating activities	23	26,916,735	1,101,348
Cash flow from investing activities			
Purchase of tangible fixed assets		(12,265)	(299,827)
Purchase/improvement of investment properties		(536,340)	(3,712,545)
Rents received		997,219	1,090,005
Net cash used in investing activities		448,614	(2,922,367)
Change in cash and cash equivalents in the year		27,365,349	(1,821,019)
Cash and cash equivalents brought forward		9,743,403	11,564,422
Cash and cash equivalents at the end of year		37,108,752	9,743,403

Analysis of changes in net debt

The Trust does not have any debt, as such the net debt position is equivalent to the cash at bank and in hand. Changes in the net debt position are equivalent to the movements as shown on the statement of cash flows.

The Group uses the exemption conferred by section 1.12 of FRS102 in not preparing a separate cash flow statement for the Trust as a separate entity.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

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

1. Accounting policies

Charity information

Dawat-e-Hadiyah Trust (United Kingdom) ('the Trust') is an unincorporated charity governed by a trust deed. The Trust is registered in England and Wales with The Charity Commission and its registered office is at 6 Mohammedi Park Complex, Rowdell Road, Northolt, Middlesex, UB5 6AG

The principal accounting policies adopted and judgements made in the preparation of these financial statements are as follows.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the Trust's deed, the Charities Act 2011, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective from 1 January 2019).

These financial statements consolidate the results of the Trust and its wholly owned subsidiaries on a line by line basis. Transactions and balances between the Trust and its subsidiaries have been eliminated from the consolidated financial statements.

The Trust meets the definition of a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts

1.2 Going concern

Given the Group's financial position at the year end, the Nominees consider that the Group has sufficient resources to continue in operational existence for the foreseeable future and believe that there are no material uncertainties that call into doubt the ability of the Group to continue as a going concern. The Group therefore continues to adopt the going concern basis in preparation of these consolidated financial statements

1.3 Key judgements and sources of estimation uncertainty

In the application of the Group's accounting policies, the Nominees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Valuation of investment properties

Investment properties are measured using the fair value model and stated at their estimated fair values on the basis of the open market value as at the reporting end date as determined by the Nominees, but with reference to information obtained from third party experts. The Nominees consider the aggregate valuation at the year end to be materially accurate at £53,760,566 for the Group and £50,965,496 for the Trust.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021– (CONTINUED)

1. Accounting policies (continued)

1.4 Charitable funds

Unrestricted funds are available for use at the discretion of the Nominees in furtherance of the Trust's charitable objectives.

Restricted funds comprise the following:

1. The carrying value of various properties gifted to the Trust whose use has been restricted by the donor; and
2. The carrying value of the Masjids held by the Trust.

1.5 Income recognition

All income is recognised once the Group has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

- (i) Where possible, donations are accounted for on a receivable basis. However, it is recognised that voluntary donations from individuals cannot be treated in this manner when there is no contractually enforceable right to donations promised. For this reason donations from individuals are normally accounted for on a receipts basis.
- (ii) Rental income is accounted for on a receivable basis.
- (iii) Donated assets are recognised when control over the expected economic benefits that flow from the donation has passed to the charity and are included in the financial statements at fair value on the date of acquisition, as determined by the Nominees.

1.6 Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Group to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. Unconditional grant offers are accrued once the recipient has been notified of the grant award.

Governance costs comprise all costs involving the public accountability of the Group and its compliance with regulations and good practice.

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

1.7 Tangible fixed assets and depreciation

All assets costing more than £5,000 are capitalised and stated at cost less depreciation. All assets costing less than £5,000 are expensed. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

Where there is a permanent diminution in the value of any asset a charge is made to the Statement of Financial Activities.

Tangible fixed assets other than freehold land and buildings are depreciated to write off the cost or valuation less the estimated residual value by annual instalments over their expected useful lives

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

1. Accounting policies (continued)

1.7 *Tangible fixed assets and depreciation - continued*

All assets costing more than £5,000 are capitalised and stated at cost less depreciation. All assets costing less than £5,000 are expensed. Assets are reviewed for impairment if circumstances indicate their carrying value may exceed their net realisable value and value in use.

Where there is a permanent diminution in the value of any asset a charge is made to the Statement of Financial Activities.

Tangible fixed assets other than freehold land and buildings are depreciated to write off the cost or valuation less the estimated residual value by annual instalments over their expected useful lives.

The following rates are used by the Group:-

Freehold and Long Leasehold properties	Not depreciated
Masjids	Not depreciated
Other buildings	10 years straight line
Fixtures, fittings and equipment	4 – 8 years straight line
Motor vehicles	4 years straight line

No depreciation is provided on the Trust's freehold and long leasehold properties or Masjids. The Nominees are of the opinion that the residual value of the properties at the end of their useful life is expected to be in excess of the carrying value, given that the properties are maintained to a high standard. As a result, any depreciation to be provided is not material over the life of the asset and therefore has not been accounted for.

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

1.8 **Investment properties**

Investment properties which are properties held to earn rentals and/or capital appreciation, are measured using the fair value model and stated at their estimated fair values as at the reporting end date as determined by the Nominees, but with reference to information obtained from third party experts. The surplus or deficit on revaluation is recognised on the Statement of Financial Activities.

1.9 **Cash at bank and in hand**

Cash at bank and in hand represents cash held for working capital purposes and in interest free bank current accounts.

1.10 **Foreign exchange**

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the statement of financial activities for the period.

1.11 **Qardan Hasana**

Qardan Hasana balances (interest free loans) are initially recognised and measured at the amount received or paid with the carrying amount adjusted in subsequent years to reflect repayments and adjusted if necessary for any doubtful debts.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

1. Accounting policies (continued)

1.12 Financial instruments

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

1.13 Government Grants

Income from government grants, is recognised when the charity has entitlement to the funds and any performance conditions attached to the grants have been met.

Coronavirus Job Retention Scheme

The Coronavirus Job Retention Scheme results in cash payments from the government to compensate employers for part of the wages, associated national insurance contributions (NICs) and employer pension contributions of employees who have been placed on furlough (i.e. placed on temporary leave of absence from working for the employer).

Small Business Grant Fund

The Small Business Grant Fund represents cash payments from local authorities to eligible businesses. These are government grants for which there are no future performance-related conditions.

1.14 Corporation tax

The Trust, as a registered charity, is potentially exempt from taxation in respect of its income and gains to the extent that such income or gains are applied exclusively to charitable purposes. The two subsidiaries are however subject to UK corporation tax on their profits, but where possible, donate any taxable profits to the Trust so as to avoid any tax charge arising.

2. Change in accounting policy

A Masjid according to the doctrines of Dawat-e-Hadiyah and the faith of the Dawoodi Bohras, cannot be valued in monetary terms and consequently each Masjid has, in the past been stated in the balance sheet at a token figure. The figure being a sacred amount that correlates to the incumbent of the spiritual office of al-Dai al-Mutlaq during whose era these Masjids were built and dedicated. As per the Islamic faith, once the Masjid is Waqf (dedicated), it can neither be sold nor can it be gifted nor can it be inherited, hence it is priceless. During the year, the carrying value of the Masjids have been reinstated to their original cost so as to ensure the Trust's accounts are fully compliant with the Statement of Recommended Practice: Accounting and Reporting by Charities (FRS 102). As this is a change of the accounting policy adopted by the Trust the comparative figures have also been restated accordingly as set out in note 24 on page 28.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021- (CONTINUED)****3. Donations**

	2021 £	2020 £
These comprise:		
Silah-Fitrah	39,082	47,720
Wajebaat including Zakat	31,385,038	6,898,843
Tabarruat	31,945	30,510
Taqarruban	966,754	511,481
Lagaat	-	220
Sanduq Khairiyah	22,116	21,401
Gifted properties	4,901,354	-
	<u>37,346,289</u>	<u>7,510,175</u>

4. Investments

This comprises rental income as follows:

	2021 £	2020 £
United Kingdom	989,503	1,079,179
Overseas	7,716	10,826
	<u>997,219</u>	<u>1,090,005</u>

5. Government Grants

The Group did not receive any grants in 2021. In 2020, it received Coronavirus Job Retention Scheme grants of £74,526 and Small Business Grants of £25,000.

6. Raising funds

These comprise property rental costs as follows:

	2021 £	2020 £
Repairs and maintenance	416,081	593,809
Management fees	166,063	187,073
Other property related expenses	114,480	129,725
	<u>696,624</u>	<u>910,607</u>

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

7. Charitable activities

	Grants (note 8)	Other charitable expenditure	Total 2021	Total 2020
	£	£	£	£
Wazaef	-	347,020	347,020	377,698
Depreciation and impairment	-	227,768	227,768	227,768
Niyaz	-	13,488	13,488	10,377
Talimy Imdad	-	99,823	99,823	96,606
Enayat	793,565	-	793,565	-
Tibby Imdad	300,000	21,711	321,711	1,172,031
Madrasah	8,000	-	8,000	64,000
Manshurat	-	-	-	20
Muvasalat	-	151,602	151,602	18,520
Ashara Mubaraka	-	-	-	8,248
Rahaesh	-	252,369	252,369	125,168
Tashreef	-	19,066	19,066	11,051
Faiz-ul Mawaid al Burhaniyah	37,808	-	37,808	12,448
Mawaed	-	36,772	36,772	27,313
Muvasat	-	67,683	67,683	31,602
Taamir	-	493,190	493,190	298,705
Loss/(profit) on currency translation	-	217,427	217,427	(129,226)
	<u>1,139,373</u>	<u>1,947,919</u>	<u>3,087,292</u>	<u>2,352,329</u>
Support costs (see note 9)	-	1,074,096	1,074,096	1,098,892
Governance costs (see note 9)	-	611,413	611,413	464,214
	<u>1,139,373</u>	<u>3,633,428</u>	<u>4,772,801</u>	<u>3,915,435</u>
Analysis by fund:				
Unrestricted funds	<u>1,139,373</u>	<u>3,633,428</u>	<u>4,772,801</u>	
For the year ended 31 December 2020				
Unrestricted funds	<u>1,315,769</u>	<u>2,599,666</u>		<u>3,915,435</u>

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)****8. Grants**

The grant funding of the activities comprised the following:

	2021	2020
	£	£
To UK registered charities towards their respective objects	865,052	87,997
To overseas charities and other institutions towards their respective objects	268,823	1,227,772
To individuals	5,498	-
	<u>1,139,373</u>	<u>1,315,769</u>

Grants to UK registered charities includes the following:

	£	£
Anjuman-e-Saiffee (Leicester)	613,704	554
Anjuman-e-Jamali (Bradford)	610	16,755
Al Jameah Al-Sayfiyah Trust	8,000	64,000
Anjuman-e-Ezzi (Nottingham)	1,829	390
Anjuman-e-Badri (Birmingham)	-	2,216
Anjuman-e-Hamidi (Manchester)	163,510	1,533
Anjuman-e-Hamidi (Milton Keynes)	5,000	-
Anjuman-e-Burhani (London)	8,841	-
Anjuman-e-Shehabi (East London)	10,253	-
Silver Star Diabetes	50,000	-
Other grants less than £1k	3,305	-

Grants to overseas charities and other institutions includes the following:

		£
Saiffee Hospital Trust	-	1,172,031
Anjuman-e-Burhani (Ireland)	-	51,420
Anjuman-e-Saiffee (New Zealand)	5,358	2,764
Anjuman-e-Burhani (Singapore)	433	1,536
Anjuman-e-Burhani (Sydney)	1,307	-
Anjuman-e-mohammedi (Perth)	2,813	-
Anjuman-e-Saiffee (Melbourne)	3,093	-
COVID 19 healthcare fund - Sri Lanka	250,000	-
Other grants less than £1k	5,819	-

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)****9. Support costs and governance costs**

	Support costs	Governance costs	2021	2020
	£	£	£	£
Staff costs	615,030	-	615,030	639,574
Depreciation	207,784	-	207,784	207,184
Printing, postage, stationery and telephone	109,267	-	109,267	100,012
Other overheads (heating, rates and service charges)	109,656	-	109,656	145,871
Bank charges	1,622	-	1,622	620
Motor expenses	4,625	-	4,625	3,181
Insurance	17,150	-	17,150	2,450
Legal and professional fees	-	552,983	552,983	384,116
Audit fees	-	30,000	30,000	30,000
Non-audit fees payable to the auditor	-	28,430	28,430	50,098
Corporation tax	8,962	-	8,962	-
	<u>1,074,096</u>	<u>611,413</u>	<u>1,685,509</u>	<u>1,563,106</u>

10. Key management personnel

The Dai al-Mutlaq considers the Nominees to be the key management personnel of the Trust who have been appointed to manage, administer and conduct the day to day business and affairs of the Trust. None of the Nominees received any remuneration or reimbursement of expenses during the year.

11. Employees**Number of employees**

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Amils and Moallims	29	17
Management and administration	14	17
	<u>43</u>	<u>34</u>
	2021 £	2020 £
Employment costs		
Wazaef, wages and salaries	916,374	915,169
Social security costs	76,778	85,082
Pension contributions	1,847	5,287
	<u>994,999</u>	<u>1,005,538</u>

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)****11. Employees (Continued)**

The number of employees whose remuneration for the year fell within the following bands were:

	2021	2020
£60,000-£70,000	-	1
£90,000-£100,000	-	1

Defined contribution schemes

The Trust operates a defined pension scheme for all qualifying employees, where employees have not opted out.

The charge to the statement of financial activities in respect of defined contribution schemes for the year was £1,847 (2020: £5,287).

12. Net gains on investments

	2021 £	2020 £
Unrealised gains on the revaluation of investment properties	3,964,190	75,479

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)**

13. Tangible fixed assets

Group

	Land and buildings £	Masjids (as restated) £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 January 2021	26,083,264	24,983,269	2,068,779	13,305	53,148,617
Additions	1,151,066	3,749,729	-	14,397	4,915,192
At 31 December 2021	27,234,330	28,732,998	2,068,779	27,702	58,063,809
Depreciation					
At 1 January 2021	2,802,960	-	1,267,640	13,305	4,083,905
Charge for the year	227,768	-	237,059	600	465,427
At 31 December 2021	3,030,728	-	1,504,699	13,905	4,549,332
Net book value					
At 31 December 2021	24,203,602	28,732,998	564,080	13,797	53,514,477
At 31 December 2020	23,280,304	24,983,269	801,139	-	49,064,712

The carrying value of the Masjids at 1 January 2021 have been restated, as explained in note 24.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

13. Tangible fixed assets (continued)

Trust

	Land and buildings £	Masjids (as restated) £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost or valuation					
At 1 January 2021	26,083,264	24,983,269	2,053,214	13,305	53,133,052
Additions	1,151,066	3,749,729	-	14,397	4,915,192
At 31 December 2021	27,234,330	28,732,998	2,053,214	27,702	58,048,244
Depreciation					
At 1 January 2021	2,802,960	-	1,259,797	13,305	4,076,062
Charge for the year	227,768	-	233,946	600	462,314
At 31 December 2021	3,030,728	-	1,493,743	13,905	4,538,376
Net book value					
At 31 December 2021	24,203,602	28,732,998	559,471	13,797	53,509,868
At 31 December 2020	23,280,303	24,983,269	793,417	-	49,056,990

The carrying value of the Masjids at 1 January 2021 have been restated, as explained in note 24.

Included in the accounts are properties that are being used for the advantage and benefit of the Dawoodi Bohra Jamaats (congregations) of London, Leicester, Manchester, Birmingham, Bradford, Nottingham, Croydon, Dublin, Hong Kong, Sydney, Melbourne and Toronto. For the better administration and management of these Jamaats, several charitable and religious organisations (Anjumans) have been established for each Jamaat. In furtherance of the objects of Dawat-e-Hadiyah Trust (United Kingdom), the Sole Trustee has entrusted certain properties to the said Anjumans for their administration, revision and management to facilitate religious, social, charitable, educational and cultural activities of the respective Jamaats and, where pertinent, to receive rental income.

As the properties are entrusted to the Anjumans, any rents and other income derived from these properties and outgoings, utilities, rates and taxes in connection with these properties are not reflected in these accounts but are instead shown in the individual accounts of the respective Anjumans.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

14. Investments

Group

	Investment properties £
Value at 1 January 2021	49,260,036
Additions	536,340
Revaluation	3,964,190
Value at 31 December 2021	53,760,566

Trust	Investment Properties £	Investment in subsidiaries £	Total £
Value at 1 January 2021	46,464,966	2,297,771	48,762,737
Additions	536,340	-	536,340
Revaluation	3,964,190	-	3,964,190
Value at 31 December 2021	50,965,496	2,297,771	53,263,267

The investment properties are stated in the financial statements at the Nominees' estimate of the market value at the balance sheet date.

Investment properties include Weymouth House 84-94 Hallam Street, London, 92 Cambridge Street, London, Riverdene, Chorleywood Road, Rickmansworth, 15 Victoria Gardens, London and 6 & 7 The Lanchesters, London. These were professionally valued on the current market basis by Savills (UK) Limited on 31 March 2022 at £35,830,000 and the Nominees consider this to be a fair value as at 31 December 2021.

Subsidiary companies

The Trust owns the entire issued share capital of Rowdell Road Properties Limited ('Rowdell'), a company registered in England and Wales (07358241). Rowdell is engaged in property investment.

A summary of the results of Rowdell is shown below:

	2021 £	2020 £
Revenue	151,700	214,223
Administrative expenses	(64,601)	(66,399)
Profit before taxation	87,099	147,824
Taxation	(8,962)	-
Profit for the financial year	78,137	147,824

The aggregate of the assets, liabilities and equity of Rowdell at the year-end was:

Assets	3,091,024	2,993,628
Liabilities	(792,944)	(747,685)
Equity	2,298,080	2,245,943

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

14. Investments (continued)

The Trust also owns the entire issued share capital of Glebe IP Private Limited ('Glebe'), a company registered in England and Wales (11647356). Glebe is engaged in the management of intellectual property.

A summary of the results of Glebe is shown below:

	2021 £	2020 £
Revenue	1,560	1,770
Administrative expenses	(1,560)	(1,770)
Profit before taxation	-	-
Taxation	-	-
Profit for the financial year	-	-

The aggregate of the assets, liabilities and equity of Glebe at the year-end was:

	2021 £	2020 £
Assets	2	2
Liabilities	-	-
Equity	2	2

15. Qardan Hasana receivable

Group and Trust

	2021			2020		
	Due within one year £	Due after more than one year £	Total £	Due within one year £	Due after more than one year £	Total £
Due from third parties	999,237	223,645	1,222,882	910,589	582,275	1,492,864
Due from connected charities	2,759,288	1,041,210	3,800,498	184,000	2,222,877	2,406,877
	<u>3,758,525</u>	<u>1,264,855</u>	<u>5,023,380</u>	<u>1,094,589</u>	<u>2,805,152</u>	<u>3,899,741</u>

16. Other Debtors

	Group		Trust	
	2021 £	2020 £	2021 £	2020 £
Prepayments and accrued income	542,791	1,082,145	541,619	1,085,544
Other debtors	255,314	468,277	213,884	422,809
Amounts due from fellow group undertakings	-	-	26,000	-
	<u>798,105</u>	<u>1,550,422</u>	<u>781,503</u>	<u>1,508,353</u>

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

17. Creditors: amounts falling due within one year

	Group		Trust	
	2021	2020	2021	2020
	£	£	£	£
Accruals and deferred income	176,068	249,076	171,404	243,076
Taxation and social security	36,353	21,837	19,416	16,046
Grant commitments (note 21)	75,000	173,333	75,000	173,333
Other creditors	888,589	816,404	143,248	80,512
	<u>1,176,010</u>	<u>1,260,650</u>	<u>409,068</u>	<u>512,967</u>

18. Creditors: amounts falling due after one year

	Group		Trust	
	2021	2020	2021	2020
	£	£	£	£
Grant commitments (note 21)	<u>-</u>	<u>66,667</u>	<u>-</u>	<u>66,667</u>

19. Restricted funds

The funds of the Trust include restricted funds comprising the following unexpended balances of donations held on trust for specific purposes.

	Balance as at 1 January 2021	Incoming resources	Resources expended	Transfers between funds	Balance as at 31 December 2021
	£	£	£	£	£
Masjids	24,983,269	3,749,729	-	-	28,732,998
Bonham House	8,440,728	-	-	-	8,440,728
	<u>33,423,997</u>	<u>3,749,729</u>	<u>-</u>	<u>-</u>	<u>37,173,726</u>

Masjids – Masjids cannot be sold, gifted or inherited once constructed and therefore they are shown as restricted assets.

Bonham House – Certain flats situated at Bonham House, London have been donated exclusively for the use of His Holiness, the Dai al-Mutlaq, his family and entourage.

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

20. Analysis of net assets between funds

Group	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 31 December 2021 are represented by:			
Tangible fixed assets	16,340,751	37,173,726	53,514,477
Investments	53,760,566	-	53,760,566
Current assets	42,948,309	-	42,948,309
Creditors: amounts falling due within one year	(1,176,010)	-	(1,176,010)
	<u>111,873,616</u>	<u>37,173,726</u>	<u>149,047,342</u>

Trust	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 31 December 2021 are represented by:			
Tangible fixed assets	16,336,142	37,173,726	53,509,868
Investments	53,263,267	-	53,263,267
Current assets	42,682,962	-	42,682,962
Creditors: amounts falling due within one year	(409,068)	-	(409,068)
	<u>111,873,303</u>	<u>37,173,726</u>	<u>149,047,029</u>

21. Grants Commitments

Group and Trust

	Charitable Commitments £
Grant commitments at 1 January 2021	240,000
Grants commitments paid during the year	<u>(165,000)</u>
Grant commitments at 31 December 2021	<u>75,000</u>
Grant commitments at 31 December 2021 are recognised as follows:	
Due within one year	75,000
Due over one year	<u>-</u>
	<u>75,000</u>

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

22. Related party transactions

By virtue of significant influence, the Trust is related to various connected charities. During the year, the following transactions took place with these related parties:

	2021			2020		
	Grants and donations payable	Debtors	Creditors	Grants and donations payable	Debtors	Creditors
	£	£	£	£	£	£
Al Jameah Al Saifiyah Trust	8,000	1,052	-	64,000	-	-
Anjuman e Saifee (New Zealand)	9,530	220,366	-	9,292	237,497	-
Anjuman-e-Badri (Birmingham)	-	176,500	-	2,216	185,500	-
Anjuman-e-Burhani (London)	53,195	160,500	-	2,250	173,000	-
Anjuman-e-Hamidi (Manchester)	167,099	-	-	9,394	160,000	-
Anjuman-e-Saifee (Leicester)	615,612	1,480,003	-	1,244	954,026	-
Anjuman-e-Saifee (Melbourne)	8,059	1,073,883	-	-	-	-
Anjuman-e-Zainee (Croydon)	1,688	664,000	-	300	679,000	-
Saifee Hospital Trust	-	-	-	1,172,031	-	-
The Saifee Foundation of Europe	-	-	-	-	215	3,528
Husaini Masjid and Mohammedi Park Management Trust	-	30,000	-	-	30,000	-
Fayz-e-Husayni International Trust	-	2,104	-	-	-	-
Other connected parties	46,043	34,946	-	83,812	33,554	-

The Trust received donations and other income of £5,859,624 (2020: £497,292) from connected charities and other parties during the year.

A salary (Wazaef) of £10,200 (2020: £20,400) was paid to a son of one of the Nominees for services provided during the year.

Expenses of £71,033 (2020: £nil) were incurred in relation to the Dai al-Mutlaq and his entourage during the year.

Certain residential properties owned by the Trust are made available for use by the Dai al-Mutlaq, the Nominees and their respective families whilst they are in the UK fulfilling their duties on behalf of the Trust.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021 - (CONTINUED)

23. Reconciliation of net income / (expenditure) to net cash flow from operating activities

	2021	2020
	£	£
Surplus for the year	36,838,273	3,949,143
Adjustments for:		
Rental income	(997,219)	(1,090,005)
Donated fixed assets	(4,902,929)	-
Gain on revaluation of investment properties	(3,964,190)	(75,479)
Depreciation of tangible fixed assets	465,427	464,827
Movements in working capital:		
Increase in debtors	(371,320)	(860,221)
Decrease in creditors	(151,307)	(1,286,917)
Net cash provided by operating activities	26,916,735	1,101,348

24. Prior year adjustment

In previous years, the Nominees had decided to value the Masjids at an aggregate value £313. The figures previously used for the valuations were sacred figures as they correlated to the incumbent of the spiritual office of the Dai al-Mutlaq during whose era the Masjids were built and dedicated. However, this carrying value did not reflect the cost of the Masjids or their valuation in accordance with the requirements of the Statement of Recommended Practice: Accounting and Reporting by Charities (FRS 102), and this led to a qualification being required in the auditor's report.

The Nominees have therefore decided to reinstate the Masjids to their original cost or gifted value in order to comply with the Statement of Recommended Practice. Accordingly, the comparative figures have therefore been restated to reflect this change of accounting policy. A reconciliation of this reinstatement and the effect on the reserves is set out below.

	As previously reported at 31 December 2020 £	Adjustment £	As restated at 31 December 2020 £
Changes to the statement of financial statements			
Group			
Fixed assets			
Masjids cost brought forward	313	24,982,956	24,983,269
Funds			
Restricted funds carried forward	8,441,041	24,982,956	33,423,997
Total funds carried forward	87,226,113	24,982,956	112,209,069
Trust			
Fixed assets			
Masjids cost brought forward	313	24,982,956	24,983,269
Funds			
Restricted funds carried forward	8,441,041	24,982,956	33,423,997
Total funds carried forward	87,277,937	24,982,956	112,260,893

DAWAT-E-HADIYAH TRUST (UNITED KINGDOM)

GLOSSARY

Amil:	Minister of religion deputed to various cities, towns and districts
Anjuman:	An administrative unit, established under the guidance and direction of al-Dai al-Mutlaq to organise and manage the affairs of the Dawoodi Bohra Jamaat of a particular area
Ashara Mubarakah	A period of 10 days at the start of the new year for the commemoration of the Martyrdom of Imam Husain (SA)
Darul Emarat:	Amil's residence
Enayat:	Grants
Faiz-ul Mawaid al Burhaniyah:	Free of charge food served to the community prepared and organized by the community kitchen
Imdad-e-Ghurbatzadah:	Relief of poverty
Imdad-e-Taklifzadah:	Relief in distress
Jamaat:	Local congregation
Jamaatkhana:	Banquet Hall
Laagat:	Prescribed contribution
Madrasah:	Religious school
Manshurat:	Publications
Markaz:	Community centre
Masjid:	Mosque
Mawaed:	Conventional meals served to the officers and staff
Moallim:	Religious teacher
Mohammedi Park Complex:	Husaini Masjid, Madrasah, Jamaatkhana, administrative offices and 22 residential houses situated at Mohammedi Park Complex, Rowdell Road, Northolt, Middlesex UB5 6AG
Muvasalat:	Transportation for Dawat's personnel
Muvasat:	Charitable assistance
Niyaz:	Religious feasts
Qardan Hasana:	Interest free loan
Rahaesh:	Boarding facility / accommodation
Rifah-e-Aam:	General public utility
Sadaqat-us-Syr:	Alms given secretly
Saheb-e-Dawat:	Special emissaries of His Holiness sent on a special mission to various cities, towns, districts and countries
Sanduq Khairiyah:	Community Chest
Silah-Fitrah:	Prescribed religious offerings
Taamir:	Building, construction, restoration, repair and structural work
Tabarruat:	Offertory
Talimy Imdad:	Educational aid
Taqarruban:	Conventional contribution offered by the various organisations of Jamaats and individuals
Tashreef:	Blessed gift
Tibby Imdad:	Medical aid
Wajebaah including Zakat:	Obligatory religious offerings
Wazaef:	Emoluments paid to ministers of religion