

SOUTHAMPTON MOSQUE TRUST

REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 DECEMBER 2020**

Registered Charity No. 296904

SOUTHAMPTON MOSQUE TRUST

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

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SOUTHAMPTON MOSQUE TRUST

CHARITY INFORMATION

TRUSTEES

Mohammed Adrees
Sharif Ullah Ahmed
Masood Ahmed
Mohamed Akram Chaudhry

PRINCIPAL OFFICE

Argyle Centre
Argyle Road
Southampton
Hampshire
SO14 0BQ

CHARITY NUMBER

296904

INDEPENDENT EXAMINERS

Fiander Tovell Limited
Stag Gates House
63/64 The Avenue
Southampton
SO17 1XS

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

The trustees have pleasure in presenting their annual report together with the independently examined financial statements for the year ended 31 December 2020. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's 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 published on 16 July 2014.

Objectives and activities for the public benefit

The objects of the Trust are to promote the Muslim faith, the relief of poverty amongst the people of the Muslim faith, the provision of religious services for people of the Muslim faith and generally for the provision, maintenance and development of a Mosque in Southampton.

The trustees confirm that they have referred to the Charity Commissions' guidance on public benefit when reviewing the Trust's aims and objectives in planning future activities. The Trust furthers its charitable purposes for the public benefit by making its facilities and services available to a wider public to practice the Muslim faith.

Plans for the future

The aims and objectives of the Trust remain the same as set out in this report and the trustees consider that the current activities of the Trust are suitable in achieving these aims and objectives.

Achievements and performance

The aim of the Trust's work is the education and practice of the Muslim faith. The trustees are pleased that the achievements and performance of the Trust demonstrate good progress towards this aim.

Financial review

The Trust's work is reliant on donations from the public as well as fees received for the supply of services provided by the Trust. The income generated has decreased from the prior year with total income generated of £106,651 (2019: £133,682). This includes government grants of £43,856 (2019: nil). This decline has arisen due to a reduction in the use of the charity's facilities due to the COVID19 pandemic.

The activities of the Trust for the year resulted in an overall decrease in costs incurred from the prior year with total expenditure of £84,770 (2019: £97,176). The expenses of the Trust remain similar to the prior year, with the exception of property maintenance which decreased to £21,383 (2019: £33,627). This was due to significant works on the Mosque being carried out in the prior year.

This year's activities resulted in a surplus of £21,881 (2019: £36,506). The surplus has been added to accumulated funds.

Reserves policy

The trustees aim to maintain free reserves in unrestricted funds and any surplus achieved at the end of a reporting year is added to accumulated funds. The trustees consider that the

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funds will be sufficient to support the Trust and cover the costs of its ongoing activities. The Trust held accumulated funds of £1,026,401 at the date of this report.

Structure, governance and management

The Trust is a registered charity, number 296904, and is constituted under a trust deed dated 19 November 1985. New trustees are appointed by the existing trustees.

Key management personnel remuneration

The trustees consider the board of trustees as comprising the key management personnel of the Charity in charge of directing and controlling the Trust and running and operating the Charity on a day-to-day basis. All trustees give of their time freely with no remuneration paid in the year and no trustee expenses being incurred.

Trustees are required to disclose all relevant interests in accordance with the Trust's policy and withdraw from decisions where a conflict of interest arises. Neither the Trust nor any of the trustees have interests that give rise to a conflict of interest but any such interests would be disclosed.

Reference and administrative details

The administrative details of the Charity can be found under Charity Information set out on page 2.

Trustees

Mohammed Adrees
Sharif Ullah Ahmed
Masood Ahmed
Mohamed Akram Chaudhry

Trustees' responsibilities in relation to the financial statements

The Charity trustees are responsible for preparing a trustees' annual report and 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 Charity trustees to prepare the 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 for the year. In preparing these financial statements, the trustees are required to:

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

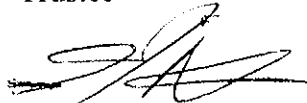
The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations,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

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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 the trustees on 25/03/2022 and signed on their behalf by:


.....
Trustee


.....
Trustee

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INDEPENDENT EXAMINERS REPORT **TO THE TRUSTEES OF SOUTHAMPTON MOSQUE TRUST**

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2020 which are set out on pages 7 to 9.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:



Fiander Tovell Limited
Stag Gates House
63/64 The Avenue
Southampton
SO17 1XS

Date: 28/3/2022

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STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Unrestricted funds	Restricted funds	Endowment funds	Total funds 2020	Total funds 2019
		£	£	£	£	£
Income and endowments						
Donations		32,962	-	-	32,962	87,897
Charitable activities	6	29,833	-	-	29,833	45,785
Government grants		43,856	-	-	43,856	-
Total income		106,651	-	-	106,651	133,682
Resources expended						
Charitable activities	7	84,770	-	-	84,770	97,176
Total expenditure		84,770	-	-	84,770	97,176
Net gains/(losses) on investments		-	-	-	-	-
Net income/(expenditure)		21,881	-	-	21,881	36,506
Transfers between funds		-	-	-	-	-
Other recognised gains/(losses)		-	-	-	-	-
Net movement in funds		21,881	-	-	21,881	36,506
Reconciliation of funds						
Total funds brought forward		1,004,520	-	-	1,004,520	968,014
Total funds carried forward		1,026,401	-	-	1,026,401	1,004,520


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BALANCE SHEET AS AT 31 DECEMBER 2020

	Note	Unrestricted funds	Restricted funds	Endowment funds	Total funds 2020	Total funds 2019
		£	£	£	£	£
Fixed assets						
Tangible assets	10	1,048,059	-	-	1,048,059	1,048,059
Total fixed assets		1,048,059	-	-	1,048,059	1,048,059
Current assets						
Debtors	11	-	-	-	-	213
Cash at bank and in hand		17,746	-	-	17,746	13,721
Total current assets		17,746	-	-	17,746	13,934
Liabilities						
Creditors falling due within one year	12	(39,404)	-	-	(39,404)	(57,473)
Net current assets		(21,658)	-	-	(21,658)	(43,539)
Total assets less current liabilities		1,026,401	-	-	1,026,401	1,004,520
Creditors falling due after more than one year		-	-	-	-	-
Net assets		1,026,401	-	-	1,026,401	1,004,520
Funds of the Charity						
Endowment funds		-	-	-	-	-
Restricted income funds		-	-	-	-	-
Unrestricted funds		1,026,401	-	-	1,026,401	1,004,520
Total Charity funds		1,026,401	-	-	1,026,401	1,004,520

The notes at pages 10 to 12 form part of these accounts.

Approved by the trustees on and signed on their behalf by:


.....
Trustee 25/03/22



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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Total funds 2020 £	Total funds 2019 £
<i>Net cash used in operating activities</i>	13	4,025	36,862
Cash flows from investing activities			
Dividends, interest and rents from investments		-	-
Proceeds from the sale of property, plant and equipment		-	-
Purchase of property, plant and equipment		-	(34,833)
Proceeds from sale of investments		-	-
Purchase of investments		-	-
<i>Net cash provided by investing activities</i>		-	(34,833)
Cash flows from financing activities			
Repayments of borrowing		-	-
Cash inflows from net borrowing		-	-
Receipt of endowment		-	-
<i>Net cash provided by financing activities</i>		-	-
<i>Change in cash and cash equivalents</i>		4,025	2,029
Cash and cash equivalent bought forward		13,721	11,692
Cash and cash equivalent carried forward		17,746	13,721

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NOTES TO THE FINANCIAL STATEMENTS

1) Accounting Policies

Basis of preparation and assessment of going concern

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

The Trust constitutes a Public Benefit Entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

2) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP (FRS 102) a restatement of comparative items was needed. No restatements were required.

3) Income recognition

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

Donations are recognised when the Charity has been notified in writing of both the amount and settlement date.

Government grants are recognised in accordance with the accrual model.

4) Expenditure recognition

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 settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis.

5) Tangible fixed assets and depreciation

All assets costing more than £250 are capitalised and valued at historic cost. Depreciation is provided on all fixed assets to spread the cost over the estimated useful lives of the relevant assets at the following rates:

Freehold land and buildings nil

6) Analysis of charitable income

	2020	2019
	£	£
General services	2,236	6,811

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Room hire	9,790	15,125
Tuition fees	14,007	17,704
Rent of car park	3,800	6,145
Total	29,833	45,785

7) Analysis of charitable expenditure

	2020	2019
	£	£
Wages and pensions	57,132	56,941
Property maintenance	21,383	33,627
Administrative expenses	1,689	1,570
Legal and professional fees	4,566	4,438
Miscellaneous expenses	-	600
Total	84,770	97,176

8) Analysis of staff costs

	2020	2019
	£	£
Salaries and wages	56,755	56,590
Social security costs	-	-
Other pension costs	377	351
Total	57,132	56,941

The average number of employees during the year was 10 (2019: 10). No employees had employee benefits in excess of £60,000 (2019: none).

9) Pensions

The Charity operates a defined contribution pension scheme. Contributions payable to the Charity's pension scheme are charged to Statement of Financial Activities (SoFA) in the period to which they relate. The total employer pension contributions recognised in the SoFA for the year are £377 (2019: £351).

10) Tangible fixed assets

Freehold land and buildings

	1 Argyle Road (next door)	Argyle Centre	Total
	£	£	£
Cost or valuation			
At 1 January 2020	180,919	867,140	1,048,059
Additions	-	-	-
Disposals	-	-	-
At 31 December 2020	180,919	867,140	1,048,059
Depreciation			
At 1 January 2020	-	-	-
Charge for the period	-	-	-
Eliminated on disposals	-	-	-
At 31 December 2020	-	-	-

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Net book value

At 31 December 2020	180,919	867,140	1,048,059
At 31 December 2019	180,919	867,140	1,048,059

11) Analysis of debtors

	2020	2019
	£	£
Other debtors	-	-
Prepayments and accrued income	-	213
Total	-	213

Current assets, to include debtors, are amounts owed to the Charity for the provision of goods and services or amounts the Charity has paid in advance for the goods and services it will receive. These assets are measured at their recoverable amounts.

All prepayments relate to council tax in 2019.

12) Analysis of creditors due within one year

	2020	2019
	£	£
Other creditors	38,500	56,500
Taxation and social security	208	277
Accrued expenses	696	696
Total	39,404	57,473

Liabilities are amounts due to creditors and any provision made as a result of an obligation to transfer economic benefits to a third party. A liability is recognised for the amount that the Charity anticipates it will pay to settle the debt and is measured at the settlement amount.

Other creditors relate to amounts received from members of the community (2019: £56,500). All creditors in 2020 and 2019 relate to unrestricted funds.

13) Reconciliation of cash flows from operating activities

	2020	2019
	£	£
Net movement in funds	21,881	36,506
Decrease/(increase) in debtors	213	632
Increase/(decrease) in creditors	(18,069)	(276)
Net cash used in operating activities	4,025	36,862