

Jamia Islamia Ghousia Trust

Unaudited Financial Statements

31 March 2021

Jamia Islamia Ghousia Trust

Financial Statements

Year ended 31 March 2021

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Jamia Islamia Ghousia Trust

Trustees' Annual Report

Year ended 31 March 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2021.

Reference and administrative details

Registered charity name	Jamia Islamia Ghousia Trust
Charity registration number	297279
Principal office	23 Westbourne Road Luton Bedfordshire LU4 8JD

The trustees

Mr Abdul Aziz Qazi
Mr Mehboob Khan
Mr Abdul Majid
Mr Nisar Ahmed

Independent examiner	Durrani & Co 72 Cardigan Street Luton Bedfordshire LU1 1RR
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Structure, governance and management

Jamia Islamia Ghousia Trust is a registered charity, constituted by a deed of trust to serve the Muslim community locally and nationally as well as overseas. It is managed by the nominated trustees, who meet at regular intervals to assess progress and plan for the future.

Objectives and activities

To provide religious, moral education and guidance to Muslim adults and children. To conduct daily prayers, facilitate celebration of Islamic, religious and cultural events, assist, support and promote organisations established with similar objectives. Visit the sick at home and hospitals, visit prisoners, provide counselling at weddings, divorces and funerals and generally promote Islamic faith and values. To help assist in funerals and final rituals of the deceased. To work alongside local and national bodies for interfaith harmony and betterment of community values and work with them to help alleviate local and national poverty.

Jamia Islamia Ghousia Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Achievements and performance

This year was another impacted year due to Covid-19 and the effects continue till date. Being a mosque, school and community hub, the impact of Covid-19 has been greater than many other establishments. Regardless of these major setbacks and difficulties the centre has continued its work to the best ability.

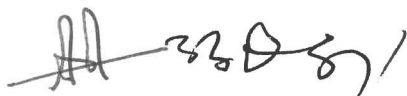
Whilst influx has been less than usual with regards to people attending our work continues strongly, in particular the funeral service. We are pleased to announce the mosque and school have reopened to the public and have been able to work under current Covid guidelines. Staff have worked under extremely difficult conditions and the community has continued its support. The Trust has continued to support the public in all methods as previous from physical support to financial aid.

We have continued with renovations and updating the mosque/centre which includes fully repainting both halls and launching an appeal to install new carpet in the lower two halls along with replacing the suspended ceiling in the lower hall.

Financial review

In the opinion of the trustees, the charity is running to its best ability under the current economic state of the country.

The trustees' annual report was approved on 11 August 2021 and signed on behalf of the board of trustees by:



Mr Abdul Aziz Qazi
Trustee

Jamia Islamia Ghousia Trust

Independent Examiner's Report to the Trustees of Jamia Islamia Ghousia Trust

Year ended 31 March 2021

I report to the trustees on my examination of the financial statements of Jamia Islamia Ghousia Trust ('the charity') for the year ended 31 March 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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 financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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.



Durrani & Co
Independent Examiner

72 Cardigan Street
Luton
Bedfordshire
LU1 1RR

Jamia Islamia Ghousia Trust

Statement of Financial Activities

Year ended 31 March 2021

		2021		2020
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	4	862,218	862,218	439,770
Investment income	5	39,380	39,380	55,904
Total income		<u>901,598</u>	<u>901,598</u>	<u>495,674</u>
Expenditure				
Expenditure on charitable activities	6	608,906	608,906	447,106
Total expenditure		<u>608,906</u>	<u>608,906</u>	<u>447,106</u>
Net gains on investments	7	1,376	1,376	—
Net income and net movement in funds		<u>294,068</u>	<u>294,068</u>	<u>48,568</u>
Reconciliation of funds				
Total funds brought forward		1,281,399	1,281,399	1,232,831
Total funds carried forward		<u>1,575,467</u>	<u>1,575,467</u>	<u>1,281,399</u>

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

The notes on pages 6 to 11 form part of these financial statements.

Jamia Islamia Ghousia Trust

Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	12	1,030,281	1,031,264
Current assets			
Debtors	16	2,109	—
Cash at bank and in hand		687,792	374,929
		689,901	374,929
Creditors: amounts falling due within one year	13	144,715	124,794
Net current assets		545,186	250,135
Total assets less current liabilities		1,575,467	1,281,399
Net assets		1,575,467	1,281,399
Funds of the charity			
Unrestricted funds		1,575,467	1,281,399
Total charity funds	14	1,575,467	1,281,399

These financial statements were approved by the board of trustees and authorised for issue on 11 August 2021, and are signed on behalf of the board by:



Mr Abdul Aziz Qazi
Trustee

The notes on pages 6 to 11 form part of these financial statements.

Jamia Islamia Ghousia Trust

Notes to the Financial Statements

Year ended 31 March 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 23 Westbourne Road, Luton, Bedfordshire, LU4 8JD.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

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

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of (enter name of group financial statements) which can be obtained from (enter detail). As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Jamia Islamia Ghousia Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Jamia Islamia Ghousia Trust

Notes to the Financial Statements (continued)

Year ended 31 March 2021

3. Accounting policies (continued)

Tangible assets (continued)

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- 20% reducing balance
Motor vehicles	- 20% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	194,249	194,249	134,409	134,409
Funeral services	308,945	308,945	83,541	83,541
Parents contributions and school fees	48,601	48,601	99,096	99,096
Grants				
Local authority grants	310,423	310,423	122,724	122,724
	<u>862,218</u>	<u>862,218</u>	<u>439,770</u>	<u>439,770</u>

Jamia Islamia Ghousia Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Income from investment properties	39,380	39,380	55,790	55,790
Bank interest receivable type 1	—	—	114	114
	<u>39,380</u>	<u>39,380</u>	<u>55,904</u>	<u>55,904</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Activity type 1	—	—	4,000	4,000
Activity type 3	245,071	245,071	73,018	73,018
Support costs	363,835	363,835	370,088	370,088
	<u>608,906</u>	<u>608,906</u>	<u>447,106</u>	<u>447,106</u>

7. Net gains on investments

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Gains/(losses) on other investment assets	1,376	1,376	—	—

8. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>8,813</u>	<u>9,058</u>

9. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,200</u>	<u>1,200</u>

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
Wages and salaries	<u>218,110</u>	<u>217,168</u>

The average head count of employees during the year was 28 (2020: 35).

Jamia Islamia Ghousia Trust

Notes to the Financial Statements (continued)

Year ended 31 March 2021

10. Staff costs (continued)

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

11. Trustee remuneration and expenses

- no remuneration or other benefits from employment with the charity or a related entity were received by the trustees; or

12. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 April 2020	995,030	90,194	31,720	1,116,944
Additions	—	—	12,054	12,054
Disposals	—	—	(12,497)	(12,497)
At 31 March 2021	<u>995,030</u>	<u>90,194</u>	<u>31,277</u>	<u>1,116,501</u>
Depreciation				
At 1 April 2020	—	71,843	13,838	85,681
Charge for the year	—	3,670	5,143	8,813
Disposals	—	—	(8,274)	(8,274)
At 31 March 2021	<u>—</u>	<u>75,513</u>	<u>10,707</u>	<u>86,220</u>
Carrying amount				
At 31 March 2021	<u>995,030</u>	<u>14,681</u>	<u>20,570</u>	<u>1,030,281</u>
At 31 March 2020	<u>995,030</u>	<u>18,351</u>	<u>17,882</u>	<u>1,031,263</u>

13. Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	139,857	121,189
Accruals and deferred income	1,200	2,073
Social security and other taxes	3,658	1,532
	<u>144,715</u>	<u>124,794</u>

Jamia Islamia Ghousia Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

14. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020	Income	Expenditure	Gains and losses	At 31 March 2021
	£	£	£	£	£
General funds	<u>1,281,399</u>	<u>901,598</u>	<u>(608,906)</u>	<u>1,376</u>	<u>1,575,467</u>

	At 1 April 2019	Income	Expenditure	Gains and losses	At 31 March 2020
	£	£	£	£	£
General funds	<u>1,232,831</u>	<u>495,674</u>	<u>(447,106)</u>	<u>—</u>	<u>1,281,399</u>

15. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	2021 £
Tangible fixed assets	1,030,281	1,030,281
Current assets	689,901	689,901
Creditors less than 1 year	<u>(144,715)</u>	<u>(144,715)</u>
Net assets	<u>1,575,467</u>	<u>1,575,467</u>

	Unrestricted Funds	Total Funds
	£	2020 £
Tangible fixed assets	1,031,264	1,031,264
Current assets	374,929	374,929
Creditors less than 1 year	<u>(124,794)</u>	<u>(124,794)</u>
Net assets	<u>1,281,399</u>	<u>1,281,399</u>

Jamia Islamia Ghousia Trust

Management Information

Year ended 31 March 2021

The following pages do not form part of the financial statements.

Jamia Islamia Ghousia Trust

Detailed Statement of Financial Activities

Year ended 31 March 2021

	2021 £	2020 £
Income and endowments		
Donations and legacies		
Donations	194,249	134,409
Funeral services	308,945	83,541
Parents contributions and school fees	48,601	99,096
Local authority grants	310,423	122,724
	<u>862,218</u>	<u>439,770</u>
Investment income		
Income from investment properties	39,380	55,790
Bank interest receivable type 1	—	114
	<u>39,380</u>	<u>55,904</u>
Total income	<u>901,598</u>	<u>495,674</u>
Expenditure		
Expenditure on charitable activities		
Ghousia funeral services	245,071	73,018
Wages and salaries	218,110	217,168
Rent	40,800	39,300
Rates and water	5,650	5,843
Light and heat	13,979	12,726
Repairs and maintenance	24,126	26,661
Insurance	6,230	6,658
Motor vehicle expenses	1,854	4,881
Legal and professional fees	6,898	5,476
Telephone	4,923	3,148
Other office costs	1,228	1,400
Depreciation	8,813	9,058
Other interest payable and similar charges	6,367	9,151
Printing, postage and stationery	3,890	9,057
Mehria school student needs	4,933	7,657
Advertising	4,698	5,046
Seminars, functions and events	3,020	2,896
Sundries and subscriptions	8,316	7,962
	<u>608,906</u>	<u>447,106</u>
Total expenditure	<u>608,906</u>	<u>447,106</u>

Jamia Islamia Ghousia Trust

Detailed Statement of Financial Activities *(continued)*

Year ended 31 March 2021

	2021 £	2020 £
Net gains on investments		
Gains/(losses) on other investment assets	1,376	—
Net income	294,068	48,568