

THE LIVERPOOL MUSLIM SOCIETY

England & Wales · Charity number 503822

Details

Other names LMS

Status Registered

Legal form Other

Registered 1974-12-02

Register [View on the Charity Commission register](#)

Contact

Address Liverpool Muslim Society
Al Rahma Mosque
29-31 Hatherley Street
Liverpool
L8 2TJ

Phone 01517092560

Email info@liverpoolmuslimsociety.org.uk

Website www.liverpoolmuslimsociety.org.uk

Activities

Objects: TO PROMOTE ISLAM AS A RELIGION BY MEANS WHICH ARE CHARITABLE ACCORDING TO THE LAW OF ENGLAND AND WALES.FOR THE PUBLIC BENEFIT TO RELIEVE NEED AND ADVANCE EDUCATION AMONG THOSE ADHERENTS OF ISLAM RESIDENT IN THE NORTH-WEST OF ENGLAND.IN THE INTERESTS OF SOCIAL WELFARE TO PROVIDE OR ASSIST IN THE PROVISION OF FACILITIES FOR RECREATION AND OTHER LEISURE-TIME OCCUPATION.

Activities: Provides facilities for daily prayers for the local community.Facilitates educational and community cohesion sessions.Facilitates marriage, divorce, funeral, and reconciliation services.

Classification

- **How:** Provides Human Resources, Provides Services
- **What:** General Charitable Purposes
- **Who:** Elderly/old People, People With Disabilities

Geography

- Liverpool City

Finances

| Period end | Income | Expenditure | Assets | Employees |
|------------|----------|-------------|------------|-----------|
| 2025-03-31 | £979,013 | £832,749 | £2,710,750 | 30 |
| 2024-03-31 | £692,652 | £605,560 | £2,564,486 | 30 |
| 2023-03-31 | £544,586 | £466,172 | £1,947,394 | 15 |
| 2022-03-31 | £396,775 | £286,559 | - | - |
| 2021-03-31 | £222,764 | £226,455 | - | - |

Trustees

| Name | Role | Appointed |
|-------------------------|-------|------------|
| Dr Badr Abdullah | Chair | 2019-09-15 |
| Dr Thamir Ismail | | 2019-09-15 |
| Ilyas Hamid | | 2024-12-25 |
| Marwan Gawher | | 2019-09-15 |
| Mohamed Mahyoub | | 2019-09-15 |
| Rawan Alkhanshali | | 2024-12-25 |
| Shams ul Haque Khan | | 2019-09-15 |

THE LIVERPOOL MUSLIM SOCIETY

England & Wales - Charity number 503822

Accounts

LIVERPOOL MUSLIM SOCIETY

Registered Charity No 503822

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST MARCH 2025

Prepared By: -

*The Board of Trustees
Liverpool Muslim Society
29/31 Hatherley Street
Liverpool L8 2TJ*

LIVERPOOL MUSLIM SOCIETY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

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LIVERPOOL MUSLIM SOCIETY
REFERENCE AND ADMINISTRATIVE DETAILS (1/2)
FOR THE YEAR ENDED 31ST MARCH 2025

Professional Advisers & Charity Information

| | |
|-----------------------|--|
| Name: | Liverpool Muslim Society |
| Governing Document: | The Society is governed by a constitution. The Charity registration was agreed on 2nd December 1974. The most recent revision of the constitution took place in 2010 and was adopted on 25th April 2010. Further amendments were made and approved on 13th September 2014. |
| Registered Office: | 29-31 Hatherley Street Toxteth Liverpool L8 2TJ |
| Trustees: | (See page 8) |
| Bankers: | NatWest Bank Plc Liverpool City Office (B) Branch 2-8 Church Street Liverpool L1 3BG |
| Independent Examiner: | Mohammed Arshad Arshads Accounting & Tax Services 12 Olivetree Road Liverpool L15 7LL |

LIVERPOOL MUSLIM SOCIETY
REFERENCE AND ADMINISTRATIVE DETAILS (2/2)
FOR THE YEAR ENDED 31ST MARCH 2025

Legal & Administrative Details

Governing Instrument. The Liverpool Muslim Society is constituted as a registered charity in the UK and governed by a constitution.

Membership is open to interested individuals accepted into membership by the Trustees, following completion of a prescribed membership form.

Trustees. The Society's work is directed by a board of Trustees, who approve the policy for the organisation. The activities of the Society are overseen by various sub-committees and an executive team who meet as and when required and report to the Board of Trustees. The board is composed of not less than 5 nor more than 12 trustees.

Objects of the Project. The Objects are:

- (a) To promote Islam as a religion by means which are charitable according to the law of England and Wales.
- (b) For the public benefit, to relieve need and advance education amongst Muslim residents in the North-West of England.
- (c) In the interests of social welfare, to provide or assist in the provision of facilities for recreation and other leisure-time occupation.

PUBLIC BENEFIT STATEMENT

In planning our activities, we have considered guidance from the Charity Commission to ensure we meet our public benefit requirements.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (1/8)
FOR THE YEAR ENDED 31ST MARCH 2025

The Trustees are pleased to present their **Annual Report and Financial Statements** for the year ended **31 March 2025**.

Services Provided by the Imams

The Imams continued to deliver the weekly **Jumah sermon** and daily prayers throughout the year. In addition, they provided a range of pastoral and community services, including marriage and divorce services, marital counselling, and bereavement support.

Humanitarian Appeal

Al-Rahma Mosque continued to support charitable organisations delivering services to disadvantaged communities both in the UK and overseas. Collections were made for **more than ten UK-registered charities**, particularly during the blessed month of Ramadan and on other key occasions throughout the year.

Results for the Year

The financial results for the year are set out in the financial statements and notes that follow this report.

Reserves Policy

The Trustees maintain a policy of holding free reserves equivalent to at least **two months of core expenditure**. The average monthly core expenditure is estimated at approximately **£25,000**, resulting in a target reserve level of **£50,000**. This target has now been achieved and will serve as the baseline for future financial planning and expenditure decisions.

The Board continues to focus on maximising the Society's income and ensuring the effective and efficient use of charitable funds. The financial position of the organisation is reviewed regularly to maintain long-term financial stability. Several new income-generation initiatives have been introduced to strengthen the Society's fundraising mechanisms.

Risk Management

The principal risk facing the Society remains the ability to generate sufficient income to meet its ongoing operational costs. The Trustees have established procedures to mitigate this risk, including regular financial monitoring and review. The Society's financial position and overall risk profile are assessed on a regular basis.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (2/8)
FOR THE YEAR ENDED 31ST MARCH 2025

Financial Review

During the year, the Society continued to raise funds to meet its financial commitments and to support both ongoing and new projects. Active efforts were made to enhance income-generation activities, including improved donor engagement and the introduction of new methods for collecting donations.

These efforts enabled the Society to raise funds to **modernise the Community Kitchen**. In addition, donations were collected towards a **new extension**, supporting the continued development of the Society's facilities.

The Future

The Board of Trustees continues to explore opportunities to increase income, reduce operating costs, and enhance the range and quality of services provided to the community, building on the work and direction established by previous Boards of Trustees.

Outlined below are key projects planned for the next financial year, some of which have already commenced:

- **39 Rosebery Street:** LMS purchased the property at 39 Rosebery Street in December 2023. Refurbishment works are scheduled to commence during the next financial year.
- **Community Kitchen:** Plans are in place to upgrade the Community Kitchen to a modern standard, improving capacity, efficiency, and service delivery.
- **Princess Road Properties:** LMS intends to renovate its properties at **94 and 96 Princess Road** to ensure they remain fit for purpose and well maintained.
- **Prayer Hall Expansion:** LMS plans to redevelop the existing yard into an additional prayer hall to accommodate growing congregational needs.
- **Funeral Facilities:** The Society plans to upgrade its funeral facilities to enhance dignity, accessibility, and support for bereaved families.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (3/8)
FOR THE YEAR ENDED 31ST MARCH 2025

The activities reflect LMS's commitment to education, worship, social welfare, youth development, and community cohesion. Through sustained investment in people, services, and infrastructure, the Society continues to serve as a model mosque and community anchor, meeting both spiritual and social needs while safeguarding its waqf assets for future generations.

1. Education & Religious Services

Al-Rahma Madrasah

Al-Rahma Madrasah continues to play a vital role in nurturing the Islamic identity, character, and spiritual development of young Muslims. The Madrasah provides structured education in Qur'an, Islamic Studies, and Arabic across seven levels, catering for children aged 6–14 years.

- Over **200 students** enrolled
- Supported by **22 members of staff**
- Classes delivered every **Saturday and Sunday**
- Recognised in 2022 as one of the **best mosque Madrasah services**

Al-Rahma Tahfeeth

Established in January 2021, the Tahfeeth programme focuses on developing a deep connection with the Qur'an through memorisation and discipline.

- **100 students** aged 8–16
- **17 staff members**
- Classes held **Monday to Wednesday**
- Strong outcomes achieved:
 - 31 students completed *Juza 'Amma*
 - 9 students completed *Juza Tabarak*
 - 6 students completed *Juza Al-Ahqaf*

2. Youth Development

Al-Rahma Youth Programme

The youth programme continues to empower young people through faith-centred engagement, mentorship, and personal development activities.

- Weekly programmes for all age groups
- Educational sessions, guest talks, and lectures
- Social and recreational activities

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (4/8)
FOR THE YEAR ENDED 31ST MARCH 2025

- Youth Monthly Link-Ups and Saturday Socials

These initiatives aim to strengthen identity, confidence, and leadership among the youth.

3. Community & Welfare Services

Al-Rahma Funerals

The funeral service remains a critical support for families during times of loss, ensuring dignity, compassion, and affordability.

- Over **100 burials** conducted since March 2023
- Investment of **£25,000** in a dedicated hearse
- Funeral costs reduced to **cost price**
- Under-18 burials provided **free of charge**
- Secured two new cemetery lands (Thornton and Everton)
- Ongoing negotiations for additional land in Allerton
- Continued hospital visits and family support

Community Kitchen

The Community Kitchen addresses food insecurity and social isolation while providing wider welfare support.

- Low-cost meals for those in need
- Facility has gone under major renovation
- Support services include:
 - Free Wi-Fi
 - Job and CV support for young people
 - Food vouchers for the elderly
- Includes women-only space and community social hub
- Event catering and hall hire (capacity up to 200 people)

Matrimonial Services

Delivered daily by the mosque's Imams, these services support individuals and families across key life stages.

- Marriage and Nikah services
- Divorce support
- Counselling and mediation
- Religious guidance and fatwa services
- Serving the wider Liverpool City Region
- 50 Nikah ceremonies conducted, supporting families in establishing marriages in accordance with Islamic principles.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (5/8)
FOR THE YEAR ENDED 31ST MARCH 2025

4. Da'wah & Outreach

Guest Speakers Programme

The mosque hosted a wide range of **local, national, and international scholars**, enriching the community through lectures, reminders, and major events throughout the year.

Revert Support

28 new reverts supported through guidance, education, and community integration programmes.

School Visits

- **100+ school visits** hosted
 - Thousands of pupils engaged
 - Visits provided education on Islam, mosque life, and community cohesion
-

5. Media & Engagement

The Society continues to strengthen communication and engagement through digital platforms.

- Active presence across WhatsApp, Instagram, Facebook, X, and YouTube
 - Thousands of followers and subscribers
 - Regular promotion of events, educational content, and community initiatives
-

6. Women's Development & Activities

Women's development remains a key pillar of Liverpool Muslim Society's community work. Dedicated programmes and safe spaces are provided to support spiritual growth, wellbeing, education, and social connection for sisters of all ages.

Sisters' Educational & Spiritual Programmes

- Regular women-only Islamic lectures and halaqahs providing structured religious education, spiritual reflection, and opportunities for personal growth.
- Qur'an learning sessions and study circles focused on improving recitation (tajweed), memorisation, understanding, and practical application of Qur'anic teachings.
- Faith-based reminders and discussions addressing personal development, family life, parenting, and spiritual well-being in a supportive and inclusive environment.
- Programmes designed to promote confidence, leadership, and active participation of women within the community.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (6/8)
FOR THE YEAR ENDED 31ST MARCH 2025

- Safe and welcoming spaces that encourage social connection, peer support, and mutual learning among sisters from diverse backgrounds.
- Opportunities for informal counselling, mentoring, and signposting to additional support services where appropriate.
- Sessions delivered by qualified female teachers and facilitators, ensuring accessibility and relevance to participants' lived experiences.

Sisters' Social & Wellbeing Activities

- Sisters' social events creating safe and welcoming spaces for connection and support
- Wellbeing-focused gatherings addressing mental health, resilience, and personal balance
- Community networking and peer support

Women-Only Facilities & Services

- Dedicated women-only areas within mosque facilities and community spaces
- Women-only access within the Community Kitchen and social hub
- Safe spaces for learning, socialising, and accessing support services

Support & Empowerment Initiatives

- Access to career guidance, health events and professional advice
- Support for mothers, young women, and elderly sisters
- Signposting to welfare, social care, and community resources

Engagement & Participation

- Active involvement of women in community events, Ramadan programmes, and educational initiatives
- Encouragement of female participation in volunteering and community leadership

7. Vision 2035

As we move forward with our Vision for 2035, Liverpool Muslim Society is committed to strengthening and expanding its essential services, ensuring that the organisation remains a beacon of hope, support, and guidance for all. This vision represents a clear roadmap of achievable goals aimed at advancing our charitable objectives and establishing LMS as a **Model Mosque for UK Muslims**. It embodies a collective effort to uplift the Muslim community while serving the wider society with excellence and purpose.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (7/8)
FOR THE YEAR ENDED 31ST MARCH 2025

Strategic Vision Pillars

1. Financial Sustainability & Endowment Development

LMS aims to achieve **100% self-sustainability** by diversifying its investments and developing strong, income-generating waqf endowments. This will ensure long-term financial resilience, reduce reliance on donations, and safeguard the continuity of services for future generations.

2. Mosque+ Transformation: Community Hub Development

LMS will evolve beyond the traditional role of a mosque by transforming into a **Mosque+ (Community Hub)** through the construction of the **Rosebery Cohesion Centre**. This development will fulfil the charity's vision and mission by integrating worship with education, social engagement, community services, and outreach programmes.

The Mosque+ model will position LMS as a central hub for community development, addressing spiritual, educational, social, and welfare needs while enhancing the overall wellbeing of individuals and families.

3. Islamic Ethos Education & Capacity Building

LMS is committed to establishing and supporting **Islamic-ethos nurseries, primary, and secondary schools** that embed Islamic values alongside academic excellence. These institutions will serve as centres of excellence, offering extracurricular activities, leadership development, community service, and outreach initiatives.

Through this approach, students will develop a strong sense of identity, belonging, and purpose, equipping them to contribute positively to society while remaining grounded in their faith.

4. Da'wah, Outreach & Communication Platforms

LMS will establish strong and sustainable **Da'wah and outreach platforms**, supported by robust communication channels both online and on-ground. These platforms will amplify the message of Islam, promote understanding, and engage diverse audiences through education, dialogue, and community presence.

5. National & International Partnerships and Donor Relations

LMS will expand its national and international reach by cultivating strong donor relationships and forging strategic partnerships with a wide range of stakeholders, including local authorities, charities, educational institutions, and international organisations. These collaborations will enhance capacity, increase impact, and support the long-term sustainability of the Society's mission.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (8/8)
FOR THE YEAR ENDED 31ST MARCH 2025

BOARD OF TRUSTEES

The trustees who were elected, co-opted, resigned, retired and/or served during the year are as follows:

| | |
|--------------------------------|------------------------|
| Dr Badr Abdullah (Chairman) | Mr Shams ul Haque Khan |
| Mr Marwan Gawher (Treasurer) | Dr Thamir Ismail |
| Dr Mohamed Mahyoub (Secretary) | Mrs Rawan Al-Khanshali |
| Mr Ilyas Hamid | |

TRUSTEES' RESPONSIBILITIES IN RELATION TO FINANCIAL STATEMENTS

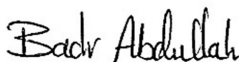
The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations. Charity law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of its net incoming or outgoing resources for that period. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with SORP 2005. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

The report was approved by the Board of Trustees and signed on its behalf on 21st December 2025.



Badr Abdullah
Trustee (Chairman)



Marwan Gawher
Trustee (Treasurer)

Registered Office:
29/31 Hatherley Street
Liverpool L8 2TJ

Independent Examiner's Report

To the board of trustees of Liverpool Muslim Society on the financial statements for the year ended 31st March 2025.

I report on the accounts of the charity for the year ended 31st March 2025, which are set out on Pages 14-21.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 and that an independent examination is required.

It is my responsibility to:

- a) examine the accounts under section 145 of the 2011 Act
- b) to follow the procedures laid down in the general directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act; and
- c) to state whether particular matters have come to my attention

Basis of Independent Examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below:

Independent Examiner's statement


In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mohammad Arshad

Arshads

Accounting & Tax services

12 Olivetree Road

Liverpool

L15 7LL

21.12.2025

LIVERPOOL MUSLIM SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2025

| | <u>Note</u> | UNREST (£) ⁽¹⁾ | REST (£) ⁽²⁾ | Total (£) 2025 | Total (£) 2024 |
|---|-------------|------------------------------|----------------------------|-----------------------|-----------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds | 2 | 64,096 | | 64,096 | 61,903 |
| Incoming resources from Charitable Activities | 3 | <u>343,959</u> | <u>570,958</u> | <u>914,917</u> | <u>630,749</u> |
| TOTAL INCOMING RESOURCES | | <u>408,055</u> | <u>570,958</u> | <u>979,013</u> | <u>692,652</u> |
| RESOURCES EXPENDED | | | | | |
| Costs of generating funds | 9 | 24,832 | - | 24,832 | 43,294 |
| Charitable activities | 10 | <u>367,472</u> | <u>440,445</u> | <u>807,917</u> | <u>562,266</u> |
| TOTAL RESOURCES EXPENDED | | <u>392,304</u> | <u>440,445</u> | <u>832,749</u> | <u>605,560</u> |
| NET (OUTGOING)/INCOMING RESOURCES | | 15,751 | 130,513 | 146,264 | 87,092 |
| Balances brought forward | | 1,962,184 | 602,302 | 2,564,486 | 1,947,394 |
| Balances carried forward | | 1,977,935 | 732,815 | 2,710,750 | |

1 - Unrestricted fund

2 - Restricted fund

LIVERPOOL MUSLIM SOCIETY
SUMMARY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2025

| | 2025 | 2024 |
|--------------------|------------------|------------------|
| | £ | £ |
| INCOMING RESOURCES | 979,013 | 692,652 |
| RESOURCES EXPENDED | <u>(832,749)</u> | <u>(605,560)</u> |
| TOTAL SURPLUS | <u>146,264</u> | <u>87,092</u> |

All of the activities of the charity are classed as continuing

LIVERPOOL MUSLIM SOCIETY
BALANCE SHEET AS AT 31ST MARCH 2025

| | <u>Note</u> | 2025 | | 2024 | |
|---|-------------|----------------|------------------|-----------------|------------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 11 | | 2,512,929 | | 2,479,142 |
| CURRENT ASSETS | | | | | |
| Debtors | 12 | 13,524 | | 12,955 | |
| Prepayments | | 2,366 | | 2,241 | |
| Cash at bank and in hand | | <u>189,718</u> | | <u>122,229</u> | |
| | | <u>205,608</u> | | <u>137,425</u> | |
| CREDITORS: amounts falling due within one year | | | | | |
| As per schedule | 13 | <u>(7,787)</u> | | <u>(52,081)</u> | |
| NET CURRENT ASSETS | | | <u>197,821</u> | | <u>85,344</u> |
| TOTAL ASSETS | | | <u>2,710,750</u> | | <u>2,564,486</u> |
| FUNDS | | | | | |
| Restricted | 5 | | 732,815 | | 602,302 |
| Unrestricted | 5 | | <u>1,977,935</u> | | <u>1,962,184</u> |
| TOTAL FUNDS | | | <u>2,710,750</u> | | <u>2,564,486</u> |

For the financial year ended 31st March 2025, the Society is entitled to be examined by an independent examiner. The governing instrument of the parent charity does not require an audit to be carried out and members have not asked for one. The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records in accordance with section 130 of the 2011 Act; and to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act. The accounts were approved by the board of trustees on 21st December 2025 and signed on its behalf by:

Badr Abdullah

Badr Abdullah

Trustee (Chairman)

Marwan Gawher

Marwan Gawher

Trustee (Treasurer)

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

1. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and applicable UK Accounting Standards and the Charities Act 1993.

(b) Depreciation

Depreciation is calculated to write off the cost of fixed assets, less estimated residual value, over their estimated useful economic lives on the following basis: -

| | | |
|---|-----|------------------|
| Community Kitchen | 10% | reducing balance |
| Equipment, Furniture, Fixtures & Fittings | 20% | reducing balance |
| Books & Reference Materials | 15% | reducing balance |
| Hearse | 20% | reducing balance |
| Properties | 2% | straight line |

(c) Incoming Resources

Investment income is recognized on a receivable basis.

Income from charitable activities includes donations from members, zakat and hall hire. Income from charitable activity is deferred when a payment is received in advance for the following financial period.

(d) Resources Expended

Expenditure is recognized when a liability is incurred.

- Charitable activities include expenditure associated with Masjid activities, education, health, sports, social, welfare and recreation activities and include both the direct costs and support costs relating to these activities.
- Management and Administration costs include those incurred in the management and administration of the Masjid, including governance of the parent charity and its assets and are primarily associated with constitutional and statutory requirement.

(e) Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds – these are funds that can only be used for restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for a particular restricted purpose. Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

(e) Taxation

The Society is a registered charity and is not subject to UK corporation tax

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

| | UNREST (£) | REST (£) | Total Funds (£) 2025 | Total Funds (£) 2024 |
|--|-----------------------|---------------------|-------------------------------------|-------------------------------------|
| INCOMING RESOURCES | | | | |
| Incoming resources from generated | | | | |
| 2 funds | | | | |
| Investment Income | <u>64,096</u> | - | <u>64,096</u> | 61,903 |
| | <u>64,096</u> | - | <u>64,096</u> | 61,903 |
| Incoming resources from | | | | |
| 3 Charitable Activities | | | | |
| Humanitarian Appeal Fund | - | 74,632 | 74,632 | 55,775 |
| Building Project Fund | - | 168,076 | 168,076 | 154,796 |
| Fitrana & Zakat Fund | - | 62,753 | 62,753 | 23,816 |
| Education & Daawah | - | 92,153 | 92,153 | 86,799 |
| Community Kitchen | 52,194 | | 52,194 | 8,065 |
| Hajj & Umra | 7,550 | | 7,550 | - |
| General Donations | 284,215 | | 284,215 | 196,136 |
| Ramadan Iftar Fund | | 40,641 | 40,641 | 16,703 |
| Funeral Fund | | 132,703 | 132,703 | 88,659 |
| | <u>343,959</u> | <u>570,958</u> | <u>914,917</u> | <u>630,749</u> |
| TOTAL INCOMING RESOURCES | <u>408,055</u> | <u>570,958</u> | <u>979,013</u> | <u>692,652</u> |
| 4 NET INCOMING RESOURCES | | | | |
| The net incoming resources is stated after charging: | | | 2025 | 2024 |
| Depreciation | | | <u>107,007</u> | <u>93,739</u> |
| ANALYSIS OF FUND BALANCE | | | | |
| 5 BETWEEN | | | | |
| THE NET ASSETS | UNREST (£) | REST (£) | Total Funds (£) 2025 | Total Funds (£) 2024 |
| Tangible fixed asset | 1,910,627 | 602,302 | 2,512,929 | 2,479,142 |
| Current asset | 75,095 | 130,513 | 205,608 | 137,425 |
| Current liabilities | (7,787) | | (7,787) | (52,081) |
| FUND BALANCE | <u>1,977,935</u> | <u>732,815</u> | <u>2,710,750</u> | <u>2,564,486</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

| | | |
|---|----------------|---------|
| 6 STAFF COSTS (including trustees) | 2025 | 2024 |
| | £ | £ |
| Salaries & wages | 143,485 | 111,559 |
| | - | |

The average number of employees (including trustees) employed by the charity during the year were:

| | |
|-------------|------|
| 2025 | 2024 |
| 35 | 30 |

7 VOLUNTEERS EXPENSES

| | | |
|---------------------|---------------|--------|
| | 2025 | 2024 |
| Volunteers Expenses | 19,408 | 30,905 |

8 TRUSTEES REMUNERATIONS AND EXPENSES

No remuneration or reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the period.

| | UNREST (£) | REST (£) | Total Funds (£) 2025 | Total Funds (£) 2024 |
|------------------------------------|----------------------|-------------|----------------------------|----------------------------|
| RESOURCES EXPENDED | | | | |
| 9 Costs of generating funds | | | | |
| Repairs & Renewal | 15,157 | - | 15,157 | 39,885 |
| Cleaning & Sanitation | 942 | - | 942 | 700 |
| Council tax | 5,575 | - | 5,575 | 128 |
| Heating & Lighting | 1,450 | - | 1,450 | 945 |
| Insurance | <u>1,708</u> | - | <u>1,708</u> | <u>1,636</u> |
| | <u>24,832</u> | - | <u>24,832</u> | <u>43,294</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

| | UNREST (£) | REST (£) | Total Fund (£) 2025 | Total Fund (£) 2024 |
|------------------------------------|----------------|----------------|------------------------|------------------------|
| 10 Charitable Activities | | | | |
| Humanitarian Appeal | - | 74,632 | 74,632 | 55,775 |
| Wages and Salaries | 73,474 | 70,011 | 143,485 | 111,559 |
| Subscriptions | 3,776 | - | 3,776 | 4,952 |
| Volunteers' Expenses Tahfeedh | - | 8,208 | 8,208 | 12,464 |
| Zakat & Sadaqa | - | 59,488 | 59,488 | 37,885 |
| Volunteers' Expenses Madrassah | - | 7,838 | 7,838 | 15,266 |
| Food & Serving Materials for Iftar | - | 57,800 | 57,800 | 24,675 |
| Heating & Lighting | 34,488 | - | 34,488 | 16,526 |
| Repairs & Renewals | 3,245 | - | 3,245 | 41,462 |
| Professional & Legal | 13,041 | - | 13,041 | 9,516 |
| Education & Daawah | - | 22,190 | 22,190 | 13,235 |
| Youth Activities | 10,212 | - | 10,212 | 4,628 |
| Printing, Stationery & Books | 3,740 | 10,122 | 13,862 | 10,360 |
| Insurance | 5,019 | - | 5,019 | 5,090 |
| Water Rates | 3,071 | - | 3,071 | 2,569 |
| Cleaning & Sanitation | 3,000 | - | 3,000 | 1,030 |
| Bank Service Charges | 5,607 | - | 5,607 | 3,836 |
| Sundries | 7,337 | - | 7,337 | 8,101 |
| Telephone & Internet | 6,109 | - | 6,109 | 7,654 |
| Depreciation | 107,007 | - | 107,007 | 93,739 |
| Accountancy | 8,268 | - | 8,268 | - |
| Community Kitchen | 64,133 | - | 64,133 | 12,297 |
| Volunteer Expenses-Kitchen | 3,362 | - | 3,362 | - |
| Eid Celebrations | 9,298 | - | 9,298 | 4,842 |
| Visitors & Volunteers refreshments | 3,285 | - | 3,285 | 2,076 |
| Funeral Services | - | 130,156 | 130,156 | 62,729 |
| | <u>367,472</u> | <u>440,445</u> | <u>807,917</u> | <u>562,266</u> |
| TOTAL EXPENDED RESOURCES | <u>392,304</u> | <u>440,445</u> | <u>832,749</u> | <u>605,560</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2025

| 11 | FIXED ASSETS | Hearse | Properties | Kitchen | Books & Ref Materials | Equipment Fixtures & Fittings | Total |
|----|---|---------------|------------------|----------------|-----------------------|-------------------------------|------------------|
| | COSTS | £ | £ | £ | £ | £ | £ |
| | At 1st April 2024 | 25,000 | 2,343,668 | 61,392 | 61,362 | 407,382 | 2,898,804 |
| | Additions | - | 48,011 | 58,823 | - | 33,960 | 140,794 |
| | At 31st March 2025 | <u>25,000</u> | <u>2,391,679</u> | <u>120,215</u> | <u>61,362</u> | <u>441,342</u> | <u>3,039,598</u> |
| | DEPRECIATION | | | | | | |
| | At 1st April 2024 | 5,000 | 135,196 | 16,639 | 12,404 | 250,423 | 419,662 |
| | Charge for the year | <u>4,000</u> | <u>47,157</u> | <u>10,324</u> | <u>7,343</u> | <u>38,183</u> | <u>107,007</u> |
| | At 31st March 2024 | <u>9,000</u> | <u>182,353</u> | <u>26,963</u> | <u>19,747</u> | <u>288,606</u> | <u>526,669</u> |
| | NET BOOK VALUE | | | | | | |
| | At 31st March 2025 | 16,000 | <u>2,209,326</u> | <u>93,252</u> | <u>41,615</u> | <u>152,736</u> | <u>2,512,929</u> |
| | At 31 st March 2024 | 20,000 | <u>2,208,472</u> | <u>44,753</u> | <u>48,958</u> | <u>156,959</u> | <u>2,479,142</u> |
| | | | | | | 2025 | 2024 |
| 12 | DEBTORS | | | | | £ | £ |
| | Sundry Debtors | | | | | 13,524 | 12,955 |
| | Prepayments | | | | | <u>2,362</u> | <u>2,241</u> |
| | | | | | | <u>15,886</u> | <u>15,196</u> |
| | | | | | | 2025 | 2024 |
| 13 | CREDITORS | | | | | £ | £ |
| | Amount falling due within one year | | | | | | |
| | Salaries & Wages | | | | | - | 4,020 |
| | Sundry Creditors | | | | | 2,520 | 33,309 |
| | Accruals | | | | | <u>5,267</u> | <u>14,752</u> |
| | | | | | | <u>7,787</u> | <u>52,081</u> |
| 13 | TAXATION | | | | | | |
| | No provision for taxation has been made as the Society is a registered charity. | | | | | | |
| 14 | GENERAL FUND | | | | | | |
| | As the Charity is an un-incorporated entity, the liabilities of trustees are unlimited. | | | | | | |

THE LIVERPOOL MUSLIM SOCIETY

England & Wales - Charity number 503822

Accounts

LIVERPOOL MUSLIM SOCIETY
Registered Charity No 503822

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31ST MARCH 2024

Prepared By: -

The Board of Trustees
Liverpool Muslim Society
29/31 Hatherley Street
Liverpool L8 2TJ

LIVERPOOL MUSLIM SOCIETY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2024

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| Notes Forming Part of the Financial Statements | 14 - 18 |

LIVERPOOL MUSLIM SOCIETY
REFERENCE AND ADMINISTRATIVE DETAILS
YEAR ENDED 31ST MARCH 2024

Professional Advisers & Charity Information

| | |
|-----------------------|--|
| Name: | Liverpool Muslim Society |
| Governing Document: | The Society is governed by a constitution. The Charity registration was agreed on 2nd December 1974. The most recent revision of the constitution took place in 2010 and was adopted on 25th April 2010. Further amendments were made and approved on 13 th September 2014. |
| Registered Office: | 29-31 Hatherley Street Toxteth Liverpool L8 2TJ |
| Trustees: | (See page 8) |
| Bankers: | NatWest Bank Plc Liverpool City Office (B) Branch 2-8 Church Street Liverpool L1 3BG |
| Independent Examiner: | Mohammed Arshad Arshads Accounting & Tax Services 12 Olivetree Road Liverpool L15 7LL |

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2024

The Trustees have the pleasure in presenting their Annual Report and Financial Statements for the year ended 31st March 2024.

LEGAL AND ADMINISTRATIVE DETAILS

Governing Instrument. The Liverpool Muslim Society is constituted as a registered charity in the UK and governed by a constitution.

Membership is open to interested individuals accepted into membership by the Trustees, following completion of a prescribed membership form.

Trustees. The Society's work is directed by a board of Trustees, who approve the policy for the organisation. The activities of the Society are overseen by various sub-committees and an executive team who meet as and when required and report to the Board of Trustees. The board is composed of not less than 5 nor more than 12 trustees.

Objects of the Project. The Objects are:

- (a) To promote Islam as a religion by means which are charitable according to the law of England and Wales.
- (b) For the public benefit, to relieve need and advance education amongst Muslim residents in the North-West of England.
- (c) In the interests of social welfare, to provide or assist in the provision of facilities for recreation and other leisure-time occupation.

PUBLIC BENEFIT STATEMENT

In planning our activities, we have considered guidance from the Charity Commission to ensure we meet our public benefit requirements.

REVIEW OF THE YEAR

Activities conducted by LMS

Liverpool Muslim Society carried out a variety of activities in order to achieve its objectives during the year ended 31st March 2024.

Services provided by the Imams in the Masjid

The Imams continue to deliver the weekly Juma sermon and daily prayers. They also carry out marriage registrations, divorce services, marital consultations and bereavement support.

Schools Educational Visits

The Society hosted over 100 educational visits in the centre during the year facilitated by the Imams, staff and volunteers.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2024

HUMANITARIAN APPEAL

Al-Rahma Mosque continues to support charities deliver services to disadvantaged communities both in the UK and abroad. Collections were made for more than 10 different UK registered charities during the blessed month of Ramadan and at different occasions.

RESULTS FOR THE YEAR

The results for the year are set out on the finance pages following this report.

RESERVES POLICY

The trustees maintain a buffer of free reserves equivalent to at least two months of annual core expenditure. The average monthly expenditure is estimated to be approximately £25,000 therefore the target reserve is approximately £50,000. This target is now met and will form the baseline for any future spending program.

LMS is always on the look out to maximize the organization's income. The board regularly reviews the financial position of the organization to ensure the optimum utilization of the charity's funds to maintain financial stability. Several new venues of generating income have been introduced to support the fund-raising mechanism at the society.

RISK

The major challenge the organization faces is raising sufficient funds to pay for its expenses. The trustees have procedures in place designed to mitigate these potential risks. The financial position of the Society and the level of risk are assessed on regular bases.

FINANCIAL REVIEW

During the period, the Society continued to raise funds to meet its financial commitments and to support ongoing and new projects. The organisation actively sought new venues to maximize on its income generating activities during the period. Examples of such venues are new approaches to better engage with the donors and facilitating new ways of collecting donations.

THE FUTURE

The board of trustees continued to explore venues to increase income, reduce expenses and enhance services provided to the community in line with the activities of the old board of trustees. Listed below are projects planned for the next financial year but some of them have already been started.

- LMS purchased the property No 39 Rosebery Street in December 2023.
- LMS has recently upgraded its ageing sound system, replacing it with a state-of-the-art, high-quality system designed to enhance the audio experience for all worshippers.
- the Community Kitchen in December 2023.
- LMS has recently modernised the mosque's Mihrab, giving it a fresh and contemporary design. This renovation enhances the spiritual ambiance of the prayer space while maintaining its traditional significance. The new Mihrab combines aesthetic appeal with functionality, creating a more welcoming and inspiring environment for worshippers.
- LMS plans to establish a Hajj and Umrah Service
- LMS plans to redevelop the yard as a prayer hall.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2024

The following activities and services highlight the dedication LMS's staff and volunteers to serving the diverse needs of the community with compassion, integrity, and excellence:

1. Al-Rahma Madrasah:
 - Islamic education for children, nurturing spiritual growth and moral development.
 - *Details:* 200 students, 20 staff members. Every Saturday and Sunday from 10:30 AM to 2:30 PM.
2. Al-Rahma Tahfeedh:
 - Quran memorisation classes fostering a strong connection to Allah's words.
 - *Details:* 100 students, 10 staff members. Every Monday, Tuesday, and Wednesday from 6 PM to 8 PM.
3. Al-Rahma Youth Club:
 - Educational, social, and recreational activities for the youth.
 - *Details:* Sundays at 4 PM with approximately 50 participants engaging in spiritual and recreational activities.
4. Al-Rahma Youth Linkup:
 - Networking and mentorship opportunities for young Muslims to thrive.
 - *Details:* Monthly programme featuring diverse religious and recreational activities, with meals provided.
5. Marriage & Divorce Services:
 - Guidance and counselling for individuals and families throughout their marital journey.
 - *Details:* Available daily for Muslims in the Liverpool City Region, conducted by three Imams.
6. Family Counselling:
 - Professional support for family disputes and community conflicts to foster harmony.
7. Al-Rahma Mosque Funeral Services:
 - Dignified and respectful funeral arrangements to support grieving families.
8. Ladies' Programmes:
 - Ladies Learning Sessions: Every Thursday, 10:00 AM to 4:00 PM.
 - Ladies Quran Classes: Every Friday, 10:00 AM to 1:00 PM.
 - Seerah Classes for Ladies: Thursdays, 6:00 PM to 8:00 PM.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2024

9. Mother and Toddler Programme:

- A dedicated programme for mothers and toddlers every Wednesday, 11:00 AM to 2:30 PM.

10. Career and Education Advice:

- Sessions on jobs and higher education opportunities every Friday after Jumah prayer.

11. Guest Speaker Sessions:

- Hosting renowned scholars and professionals for discussions on health, mental well-being, and religious topics.

12. Classes for Revert Brothers and Sisters:

- Dedicated sessions every Saturday at 2 PM to support and guide new Muslims.

These initiatives reflect LMS's commitment to fostering spiritual, social, and educational development within the community while promoting unity and inclusion.

Vision 2035:

As we move forward with our vision for 2035, let us continue to strengthen and expand these essential services, ensuring that LMS remains a beacon of hope, support, and guidance for all. Together, we can make a lasting difference in the lives of those we serve.

Our vision for 2035 at Liverpool Muslim Society (LMS) is a roadmap of achievable goals aimed at advancing our charity's objectives, with the aim of becoming a Model Mosque for UK Muslims. This vision embodies a collective effort to uplift the Muslim community.

1. Achieve 100% self-sustainability by diversifying investments and establishing profitable income-generating endowments.
2. Transform into a Mosque+ (Community Hub) by constructing the Rosebery Cohesion Centre to fulfil the charity's vision and mission.

We want LMS to extend beyond the traditional role of a mosque as a place of worship. We want to encompass additional functions and services that cater to the broader needs of the Muslim community and beyond. We aim to create facilities and programs that serve not only as a place of prayer but also as a centre for education, social activities, community services, and outreach programs. This expanded role aims to make the mosque a central hub for community development, engagement, and support, addressing various needs and enhancing the overall well-being of individuals and families within the community.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2024

3. Provide Islamic Ethos Education by establishing and supporting nurseries, primary, and secondary schools embracing Islamic values.

These schools would serve as centres of excellence within the community, offering extracurricular activities, community service projects, and outreach programs that further reinforce Islamic values and principles. Through these initiatives, students would develop a strong sense of identity, belonging, and purpose, preparing them to become well-rounded individuals who contribute positively to society while remaining grounded in their faith.

4. Establish strong Da'wah and Outreach Platforms with robust and sustainable communication channels, both online and on-ground.

5. Expand national and international relations by cultivating robust donor relationships and forging strategic partnerships with a wide range of stakeholders, including local, national, and international organizations.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2024

BOARD OF TRUSTEES

The trustees who were elected, co-opted, resigned, retired and/or served during the year are as follows:

| | |
|--------------------------------|-------------------------------|
| Dr Badr Abdullah (Chairman) | Mr Shams ul Haque Khan |
| Mr Ismail Saleh | Mrs Asmaa Al-Thubhani |
| Mr Marwan Gawher (Treasurer) | Dr Thamir Ismail |
| Dr Mohamed Mahyoub (Secretary) | Mr Abdulaziz Hamid (co-opted) |

TRUSTEES' RESPONSIBILITIES IN RELATION TO FINANCIAL STATEMENTS

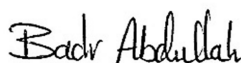
The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations. Charity law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of its net incoming or outgoing resources for that period. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with SORP 2005. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

The report was approved by the Board of Trustees and signed on its behalf on 9th January 2025.



Badr Abdullah
Trustee (Chairman)



Marwan Gawher
Trustee (Treasurer)

Registered Office:
29/31 Hatherley Street
Liverpool L8 2TJ

Independent Examiner's Report

To the board of trustees of Liverpool Muslim Society on the financial statements for the year ended 31st March 2024.

I report on the accounts of the charity for the year ended 31st March 2024, which are set out on Pages 10-17.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 and that an independent examination is required.

It is my responsibility to:

- a) examine the accounts under section 145 of the 2011 Act
- b) to follow the procedures laid down in the general directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act; and
- c) to state whether particular matters have come to my attention

Basis of Independent Examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below:

Independent Examiner's statement


In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mohammad Arshad

Arshads

Accounting & Tax services

12 Olivetree Road

Liverpool

L15 7LL

09.01.2025

LIVERPOOL MUSLIM SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2024

| | <u>Note</u> | UNREST (£) ⁽¹⁾ | REST (£) ⁽²⁾ | Total (£) 2024 | Total (£) 2023 |
|---|-------------|------------------------------|----------------------------|-------------------|-------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds | 2 | 61,903 | | 61,903 | 57,090 |
| Incoming resources from Charitable Activities | 3 | <u>204,201</u> | <u>426,548</u> | <u>630,749</u> | <u>487,496</u> |
| TOTAL INCOMING RESOURCES | | <u>266,104</u> | <u>426,548</u> | <u>692,652</u> | <u>544,586</u> |
| RESOURCES EXPENDED | | | | | |
| Costs of generating funds | 9 | 43,294 | - | 43,294 | 11,849 |
| Charitable activities | 10 | <u>278,853</u> | <u>283,413</u> | <u>562,266</u> | <u>454,323</u> |
| TOTAL RESOURCES EXPENDED | | <u>322,147</u> | <u>283,413</u> | <u>605,560</u> | <u>466,172</u> |
| NET (OUTGOING)/INCOMING RESOURCES | | (56,043) | 143,135 | 87,092 | 78,414 |
| Balances brought forward | | 1,488,227 | 459,167 | 1,947,394 | 1,868,980 |
| Valuation of Fixed Assets | | 530,000 | | 530,000 | |
| Balances carried forward | | 1,962,184 | 602,302 | 2,564,486 | 1,947,394 |

1 - Unrestricted fund

2 - Restricted fund

LIVERPOOL MUSLIM SOCIETY
SUMMARY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2024

| | 2024 | 2023 |
|--------------------|----------------------|----------------------|
| | £ | £ |
| INCOMING RESOURCES | - | 544,586 |
| | 692,652 | |
| RESOURCES EXPENDED | (605,560) | (466,172) |
| TOTAL SURPLUS | <u>87,092</u> | <u>78,414</u> |

All of the activities of the charity are classed as continuing

LIVERPOOL MUSLIM SOCIETY
BALANCE SHEET AS AT 31ST MARCH 2024

| | <u>Note</u> | 2024 | | 2023 | |
|---|-------------|-------------|-------------------------|-------------|------------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 11 | | 2,479,142 | | 1,678,360 |
| CURRENT ASSETS | | | | | |
| Debtors | 12 | | 12,955 | | 8,111 |
| Prepayments | | | 2,241 | | 778 |
| Cash at bank and in hand | | | <u>122,229</u> | | <u>271,194</u> |
| | | | <u>137,425</u> | | <u>280,083</u> |
| CREDITORS: amounts falling due within one year | | | | | |
| Sundry | 13 | | <u>(52,081)</u> | | <u>(11,049)</u> |
| NET CURRENT ASSETS | | | <u>85,344</u> | | <u>269,034</u> |
| TOTAL ASSETS | | | <u>2,564,486</u> | | <u>1,947,394</u> |
| FUNDS | | | | | |
| Restricted | 5 | | 602,302 | | 459,167 |
| Unrestricted | 5 | | <u>1,962,184</u> | | <u>1,488,227</u> |
| TOTAL FUNDS | | | <u>2,564,486</u> | | <u>1,947,394</u> |

For the financial year ended 31st March 2024, the Society is entitled to be examined by an independent examiner. The governing instrument of the parent charity does not require an audit to be carried out and members have not asked for one. The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records in accordance with section 130 of the 2011 Act; and to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act. The accounts were approved by the board of trustees on xxx January 2025 and signed on its behalf by:

Badr Abdullah

Badr Abdullah

Trustee (Chairman)

Marwan Gawher

Marwan Gawher

Trustee (Treasurer)

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2024

1. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and applicable UK Accounting Standards and the Charities Act 1993.

(b) Depreciation

Depreciation is calculated to write off the cost of fixed assets, less estimated residual value, over their estimated useful economic lives on the following basis: -

| | | |
|---|-----|------------------|
| Portacabin | 10% | reducing balance |
| Equipment, Furniture, Fixtures & Fittings | 20% | reducing balance |
| Books & Reference Materials | 15% | reducing balance |
| Hearce | 20% | reducing balance |
| Properties | 2% | straight line |

(c) Incoming Resources

Investment income is recognized on a receivable basis.

Income from charitable activities includes donations from members, zakat and hall hire. Income from charitable activity is deferred when a payment is received in advance for the following financial period.

(d) Resources Expended

Expenditure is recognized when a liability is incurred.

- Charitable activities include expenditure associated with Masjid activities, education, health, sports, social, welfare and recreation activities and include both the direct costs and support costs relating to these activities.
- Management and Administration costs include those incurred in the management and administration of the Masjid, including governance of the parent charity and its assets and are primarily associated with constitutional and statutory requirement.

(e) Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds – these are funds that can only be used for restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for a particular restricted purpose. Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

(e) Taxation

The Society is a registered charity and is not subject to UK corporation tax

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2024

| | UNREST (£) | REST (£) | Total Funds (£) 2024 | Total Funds (£) 2023 |
|--|------------------|----------------|-------------------------------|----------------------------|
| INCOMING RESOURCES | | | | |
| Incoming resources from | | | | |
| 2 generated funds | | | | |
| Investment Income | <u>61,903</u> | - | <u>61,903</u> | <u>57,090</u> |
| | <u>61,903</u> | - | <u>61,903</u> | <u>57,090</u> |
| Incoming resources from | | | | |
| 3 Charitable Activities | | | | |
| Humanitarian Appeal Fund | - | 55,775 | 55,775 | 75,734 |
| Building Project Fund & Sound system | - | 154,796 | 154,796 | 18,450 |
| Fitrana & Zakat Fund | - | 23,816 | 23,816 | 22,680 |
| Education & Daawah | - | 86,799 | 86,799 | 55,924 |
| Ramadan Iftar Fund | | 16,703 | 16,703 | 12,485 |
| Community Kitchen | 8,065 | - | 8,065 | |
| General Donations | 196,136 | - | 196,136 | 251,842 |
| Funeral Fund | | <u>88,659</u> | <u>88,659</u> | <u>50,381</u> |
| | <u>204,201</u> | <u>426,548</u> | <u>630,749</u> | <u>487,496</u> |
| TOTAL INCOMING RESOURCES | <u>266,104</u> | <u>426,548</u> | <u>692,652</u> | <u>544,586</u> |
| 4 NET INCOMING RESOURCES | | | | |
| | | | 2024 | 2023 |
| The net incoming resources is stated after charging: | | | £ | £ |
| Depreciation | | | <u>93,739</u> | <u>55,224</u> |
| ANALYSIS OF FUND BALANCE | | | | |
| 5 BETWEEN | | | | |
| THE NET ASSETS | UNREST (£) | REST (£) | Total Funds (£) 2024 | Total Funds (£) 2023 |
| Tangible fixed asset | 1,878,735 | 600,407 | 2,479,142 | 1,678,360 |
| Current asset | 135,530 | 1,895 | 137,425 | 280,083 |
| Current liabilities | <u>(52,081)</u> | - | <u>(52,081)</u> | <u>(11,049)</u> |
| FUND BALANCE | <u>1,962,184</u> | <u>602,302</u> | <u>2,564,486</u> | <u>1,947,394</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2024

| | | |
|---|----------------|----------|
| 6 STAFF COSTS (including trustees) | 2024 | 2023 |
| | £ | £ |
| Salaries & wages | 111,559 | 27,689 |
| | - | |

The average number of employees (including trustees) employed by the charity during the year were:-

| | |
|-------------|------|
| 2024 | 2023 |
| 30 | 23 |

7 VOLUNTEERS EXPENSES

| | | |
|---------------------|---------------|--------|
| | 2024 | 2023 |
| Volunteers Expenses | 30,905 | 44,235 |

8 TRUSTEES REMUNERATIONS AND EXPENSES

No remuneration or reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the period.

| | UNREST (£) | REST (£) | Total Funds (£) 2024 | Total Funds (£) 2023 |
|------------------------------------|-----------------------|---------------------|-------------------------------------|----------------------------|
| RESOURCES EXPENDED | | | | |
| 9 Costs of generating funds | | | | |
| Repairs & Renewal | 39,885 | - | 39,885 | 3,898 |
| Cleaning & Sanitation | 700 | - | 700 | 499 |
| Council tax | 128 | - | 128 | 4,699 |
| Heating & Lighting | 945 | - | 945 | 1,265 |
| Insurance | <u>1,636</u> | - | <u>1,636</u> | <u>1,488</u> |
| | <u>43,294</u> | - | <u>43,294</u> | <u>11,849</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2024

| | UNREST (£) | REST (£) | Total Fund (£) 2024 | Total Fund (£) 2023 |
|------------------------------------|-----------------------|-----------------------|------------------------|------------------------|
| 10 Charitable Activities | | | | |
| Humanitarian Appeal | - | 55,775 | 55,775 | 75,734 |
| Wages and Salaries | 57,224 | 54,335 | 111,559 | 27,689 |
| Subscriptions | 4,952 | - | 4,952 | 2,862 |
| Volunteers' Expenses Tahfeeth | - | 12,464 | 12,464 | 17,503 |
| Zakat & Sadaqa | - | 37,885 | 37,885 | 25,487 |
| Volunteers' Expenses Madrassah | - | 15,266 | 15,266 | 26,732 |
| Food & Serving Materials for Iftar | - | 24,675 | 24,675 | 20,168 |
| Heating & Lighting | 16,526 | - | 16,526 | 19,465 |
| Repairs & Renewals | 41,462 | - | 41,462 | 71,660 |
| Professional & Legal | 9,516 | - | 9,516 | 2,600 |
| Education & Daawah | - | 13,235 | 13,235 | 26,373 |
| Youth Activities | 4,628 | - | 4,628 | 3,475 |
| Printing, Stationery & Books | 3,311 | 7,049 | 10,360 | 7,155 |
| Insurance | 5,090 | - | 5,090 | 4,562 |
| Business & Water Rates | 2,569 | - | 2,569 | 3,729 |
| Cleaning & Sanitation | 1,030 | - | 1,030 | 950 |
| Bank Service Charges | 3,836 | - | 3,836 | 3,556 |
| Sundries | 8,101 | - | 8,101 | 7,902 |
| Telephone & Internet | 7,654 | - | 7,654 | 1,629 |
| Bad Debts | - | - | - | 3,182 |
| Depreciation | 93,739 | - | 93,739 | 55,224 |
| Equipment Hire | - | - | - | 283 |
| Community Kitchen | 12,297 | - | 12,297 | - |
| Eid Celebrations | 4,842 | - | 4,842 | - |
| Visitors & Volunteers refreshments | 2,076 | - | 2,076 | 2,286 |
| Funeral Services | - | 62,729 | 62,729 | 44,117 |
| | <u>278,853</u> | <u>283,413</u> | <u>562,266</u> | <u>454,323</u> |
| TOTAL EXPENDED RESOURCES | <u>322,147</u> | <u>283,413</u> | <u>605,560</u> | <u>466,172</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2024

| 11 | FIXED ASSETS | Hearse | Properties | Portacabin | Books & Ref Materials | Equipment Fixtures & Fittings | Total |
|----|---|---------------|------------------|----------------|-----------------------------|-------------------------------------|------------------|
| | COSTS | £ | £ | £ | £ | £ | £ |
| | At 1st April 2023 | | 1,689,944 | 15,813 | 11,362 | 287,164 | 2,004,283 |
| | Additions | 25,000 | 203,724 | 15,579 | - | 120,218 | 364,521 |
| | Revaluation | - | 450,000 | 30,000 | 50,000 | - | 530,000 |
| | At 31st March 2024 | <u>25,000</u> | <u>2,343,668</u> | <u>61,3923</u> | <u>61,362</u> | <u>407,382</u> | <u>2,898,804</u> |
| | DEPRECIATION | | | | | | |
| | At 1st April 2023 | | 101,397 | 11,794 | 4,969 | 207,763 | 325,923 |
| | Charge for the year | <u>5,000</u> | <u>33,799</u> | <u>4,845</u> | <u>7,435</u> | <u>42,660</u> | <u>93,739</u> |
| | At 31st March 2024 | <u>5,000</u> | <u>135,196</u> | <u>16,639</u> | <u>12,404</u> | <u>250,423</u> | <u>419,662</u> |
| | NET BOOK VALUE | | | | | | |
| | At 31st March 2024 | <u>20,000</u> | <u>2,208,472</u> | <u>44,753</u> | <u>48,958</u> | <u>156,959</u> | <u>2,479,142</u> |
| | At 31 st March 2023 | - | <u>1,588,547</u> | <u>4,019</u> | <u>6,393</u> | <u>79,401</u> | <u>1,678,360</u> |
| | | | | | | 2024 | 2023 |
| | 12 DEBTORS | | | | | £ | £ |
| | Sundry Debtors | | | | | 12,955 | 8,111 |
| | Prepayments | | | | | <u>2,241</u> | <u>778</u> |
| | | | | | | <u>15,196</u> | 8,889 |
| | | | | | | 2024 | 2023 |
| | 13 CREDITORS | | | | | £ | £ |
| | Amount falling due within one year | | | | | | |
| | Salaries & Wages | | | | | 4,020 | 3,490 |
| | Sundry Creditors | | | | | 33,309 | 2,807 |
| | Accruals | | | | | <u>14,752</u> | <u>4,752</u> |
| | | | | | | <u>52,081</u> | 11,049 |
| | 13 TAXATION | | | | | | |
| | No provision for taxation has been made as the Society is a registered charity. | | | | | | |
| | 14 GENERAL FUND | | | | | | |
| | As the Charity is an un-incorporated entity, the liabilities of trustees are unlimited. | | | | | | |

THE LIVERPOOL MUSLIM SOCIETY

England & Wales - Charity number 503822

Accounts

LIVERPOOL MUSLIM SOCIETY
Registered Charity No 503822

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31ST MARCH 2023

Prepared By: -

The Board of Trustees
Liverpool Muslim Society
29/31 Hatherley Street
Liverpool L8 2TJ

LIVERPOOL MUSLIM SOCIETY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

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| Summary Statement of Financial Activities | 11 |
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| Notes Forming Part of the Financial Statements | 13 - 17 |

LIVERPOOL MUSLIM SOCIETY
REFERENCE AND ADMINISTRATIVE DETAILS
YEAR ENDED 31ST MARCH 2023

Professional Advisers & Charity Information

| | |
|-----------------------|--|
| Name: | Liverpool Muslim Society |
| Governing Document: | The Society is governed by a constitution. The Charity registration was agreed on 2nd December 1974. The most recent revision of the constitution took place in 2010 and was adopted on 25th April 2010. Further amendments were made and approved on 13 th September 2014. |
| Registered Office: | 29-31 Hatherley Street Toxteth Liverpool L8 2TJ |
| Trustees: | (See page 8) |
| Bankers: | NatWest Bank Plc Liverpool City Office (B) Branch 2-8 Church Street Liverpool L1 3BG |
| Independent Examiner: | Mohammed Arshad Arshads Accounting & Tax Services 12 Olivetree Road Liverpool L15 7LL |

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2023

The Trustees have the pleasure in presenting their Annual Report and Financial Statements for the year ended 31st March 2023.

LEGAL AND ADMINISTRATIVE DETAILS

Governing Instrument. The Liverpool Muslim Society is constituted as a registered charity in the UK and governed by a constitution.

Membership is open to interested individuals accepted into membership by the Trustees, following completion of a prescribed membership form.

Trustees. The Society's work is directed by a board of Trustees, who approve the policy for the organisation. The activities of the Society are overseen by various sub-committees and an executive team who meet as and when required and report to the Board of Trustees. The board is composed of not less than 5 nor more than 12 trustees.

Objects of the Project. The Objects are:

- (a) To promote Islam as a religion by means which are charitable according to the law of England and Wales.
- (b) For the public benefit, to relieve need and advance education amongst Muslim residents in the North-West of England.
- (c) In the interests of social welfare, to provide or assist in the provision of facilities for recreation and other leisure-time occupation.

PUBLIC BENEFIT STATEMENT

In planning our activities, we have considered guidance from the Charity Commission to ensure we meet our public benefit requirements.

REVIEW OF THE YEAR

Activities conducted by LMS

Liverpool Muslim Society carried out a variety of activities in order to achieve its objectives during the year ended 31st March 2023.

Services provided by the Imams in the Masjid

The Imams continue to deliver the weekly Jumaa sermon and daily prayers. They also carry out marriage registrations, divorce services, marital consultations and bereavement support.

Schools Educational Visits

The Society hosted over 100 educational visits in the centre during the year facilitated by the Imams, staff and volunteers.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2023

Activities and services carried out by staff and volunteers in the Masjid

The following core services represent our unwavering commitment to meeting the holistic needs of our community members. They underscore our dedication to serving with compassion, integrity, and excellence. Example of these activities are as follows:

- Al-Rahma Madrasah: Providing Islamic education for children, nurturing their spiritual growth and moral development. 200 students, 20 members of staff. Every Saturday and Sunday at 10:30am to 2:30pm.
- Al-Rahma Tahfeedh - Offering Quran memorization classes to instil a deep connection with the divine words of Allah. 100 students, 10 members of staff – Every Monday, Tuesday and Wednesday from 6pm to 8pm.
- Al-Rahma Youth Club: Engaging and empowering the youth through educational, social, and recreational activities. Every Sunday at 4pm. Around 50 young people gather for spiritual and recreational activities.
- Al-Rahma Youth Linkup: Facilitating networking and mentorship opportunities for young Muslims to connect and thrive. Monthly programme. Youngsters from across the city are exposed to various religious and recreational activities. Meals are provided.
- Marriage & Divorce Services: Supporting individuals and families through various stages of their marital journey, offering guidance and counselling. Daily service for Muslims in LCR conducted by our three Imams.
- Family Counselling: Providing professional counselling services to address various family-related challenges and strengthen familial bonds. Family disputes and community feuds.
- Al-Rahma Mosque Funeral: Assisting families during times of loss and grief, ensuring dignified and respectful funeral arrangements for their loved ones.
- Ladies learning sessions - every Thursday between 10:00am and 4:00pm.
- Ladies Quran classes - every Friday between 10:00am and 1:00pm.
- Seerah classes for ladies on Thursdays between 6:00PM and 8:00PM.
- Mother and toddler program - every Wednesday between 11:00AM and 2:30PM
- Advice sessions on jobs and higher education opportunities every Friday after Jumah prayer.
- Invited renowned guest speakers and scholars to deliver sessions on various topics. Some of these topics include health issues, mental health as well as religious matters.
- Specialised day events were also delivered at Al-Rahma Mosque such as Hijamah and charity days.
- Classes for revert brothers and sisters every Saturday at 2pm.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2023

Vision 2035:

As we move forward with our vision for 2035, let us continue to strengthen and expand these essential services, ensuring that LMS remains a beacon of hope, support, and guidance for all. Together, we can make a lasting difference in the lives of those we serve.

Our vision for 2035 at Liverpool Muslim Society (LMS) is a roadmap of achievable goals aimed at advancing our charity's objectives, with the aim of becoming a Model Mosque for UK Muslims. This vision embodies a collective effort to uplift the Muslim community.

1. Achieve 100% self-sustainability by diversifying investments and establishing profitable income-generating endowments.
2. Transform into a Mosque+ (Community Hub) by constructing the Rosebery Cohesion Center to fulfil the charity's vision and mission.

We want LMS to extend beyond the traditional role of a mosque as a place of worship. We want to encompass additional functions and services that cater to the broader needs of the Muslim community and beyond. We aim to create facilities and programs that serve not only as a place of prayer but also as a centre for education, social activities, community services, and outreach programs. This expanded role aims to make the mosque a central hub for community development, engagement, and support, addressing various needs and enhancing the overall well-being of individuals and families within the community.

3. Provide Islamic Ethos Education by establishing and supporting nurseries, primary, and secondary schools embracing Islamic values.

These schools would serve as centres of excellence within the community, offering extracurricular activities, community service projects, and outreach programs that further reinforce Islamic values and principles. Through these initiatives, students would develop a strong sense of identity, belonging, and purpose, preparing them to become well-rounded individuals who contribute positively to society while remaining grounded in their faith.

4. Establish strong Da'wah and Outreach Platforms with robust and sustainable communication channels, both online and on-ground.

5. Expand national and international relations by fostering strong donor relations and partnerships with local, national, and international bodies.

Expand national and international relations by cultivating robust donor relationships and forging strategic partnerships with a wide range of stakeholders, including local, national, and international organizations.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2023

HUMANITARIAN APPEAL

Al-Rahma Mosque continues to support charities deliver services to disadvantaged communities both in the UK and abroad. Collections were made for more than 10 different UK registered charities during the blessed month of Ramadan and at different occasions.

RESULTS FOR THE YEAR

The results for the year are set out on the finance pages following this report.

RESERVES POLICY

The trustees maintain a buffer of free reserves equivalent to at least two months of annual core expenditure. The average monthly expenditure is estimated to be approximately £25,000 therefore the target reserve is approximately £50,000. This target is now met and will form the baseline for any future spending program.

LMS is always on the look out to maximize the organization's income. The board regularly reviews the financial position of the organization to ensure the optimum utilization of the charity's funds to maintain financial stability. Several new venues of generating income have been introduced to support the fund-raising mechanism at the society.

RISK

The major challenge the organization faces is raising sufficient funds to pay for its expenses. The trustees have procedures in place designed to mitigate these potential risks. The financial position of the Society and the level of risk are assessed on regular bases.

FINANCIAL REVIEW

During the period, the Society continued to raise funds to meet its financial commitments and to support ongoing and new projects. The organization actively sought new venues to maximize on its income generating activities during the period. Examples of such venues are new approaches to better engage with the donors and facilitating new ways of collecting donations. This has enabled the Society to raise funds to refurbish N3 Hatherley Street. Donations were also collected to for a new carpet. The Mosque's three floors were fitted with a new carpet.

THE FUTURE

The board of trustees continued to explore venues to increase income, reduce expenses and enhance services provided to the community in line with the activities of the old board of trustees. Listed below are projects planned for the next financial year but some of them have already been started.

- LMS purchased the property No 27 Hatherley Street in January 2020 and plans to refurbish it fully in the next financial year.
- LMS plans to utilise the existing Rosebery yard as a prayer hall. The plan is to make this space useable as a prayer hall.
- LMS plans to replace the aging sound system in the coming financial year.
- LMS plans to establish the first Muslim Girl School in Liverpool.
- LMS plans to expand its portfolio of properties.
- LMS plans to refurbish the funerals area and invest in the funeral service we provide.
- LMS plans to modernise the mimbar area.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2023

BOARD OF TRUSTEES

The trustees who were elected, co-opted, resigned, retired and/or served during the year are as follows:

| | |
|---------------------------------|-----------------------------------|
| Dr Badr Abdullah (Chairman) | Mr Shams ul Haque Khan |
| Mr Ismail Saleh (Vice Chairman) | Mrs Asmaa Al-Thubhani |
| Mr Marwan Gawher (Treasurer) | Dr Thamir Ismail |
| Dr Mohamed Mahyoub (Secretary) | Mr Abdulaziz Hamid (co-opted) |
| | Mr Ethiyan Aseem Ahmad (resigned) |

TRUSTEES' RESPONSIBILITIES IN RELATION TO FINANCIAL STATEMENTS

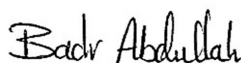
The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations. Charity law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of its net incoming or outgoing resources for that period. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with SORP 2005. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

The report was approved by the Board of Trustees and signed on its behalf on 12th July 2024.



Badr Abdullah
Trustee (Chairman)



Marwan Gawher
Trustee (Treasurer)

Registered Office:
29/31 Hatherley Street
Liverpool L8 2TJ

Independent Examiner's Report

To the board of trustees of Liverpool Muslim Society on the financial statements for the year ended 31st March 2023.

I report on the accounts of the charity for the year ended 31st March 2023, which are set out on Pages 10-17.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 and that an independent examination is required.

It is my responsibility to:

- a) examine the accounts under section 145 of the 2011 Act
- b) to follow the procedures laid down in the general directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act; and
- c) to state whether particular matters have come to my attention

Basis of Independent Examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below:

Independent Examiner's statement

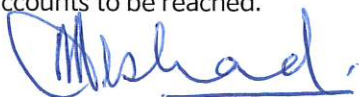
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mohammad Arshad
Arshads
Accounting & Tax services
12 Olivetree Road
Liverpool
L15 7LL

12.07.2024

LIVERPOOL MUSLIM SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2023

| | <u>Note</u> | UNREST (£)⁽¹⁾ | REST (£)⁽²⁾ | Total (£) 2023 | Total (£) 2022 |
|---|--------------------|-------------------------------------|-----------------------------------|---------------------------|---------------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds | 2 | 57,090 | | 57,090 | 59,681 |
| Incoming resources from Charitable Activities | 3 | <u>251,842</u> | <u>235,654</u> | <u>487,496</u> | <u>337,094</u> |
| TOTAL INCOMING RESOURCES | | <u>308,932</u> | <u>235,654</u> | <u>544,586</u> | <u>396,775</u> |
| RESOURCES EXPENDED | | | | | |
| Costs of generating funds | 9 | 11,849 | - | 11,849 | 19,544 |
| Charitable activities | 10 | <u>196,732</u> | <u>257,591</u> | <u>454,323</u> | <u>267,015</u> |
| TOTAL RESOURCES EXPENDED | | <u>208,581</u> | <u>257,591</u> | <u>466,172</u> | <u>286,559</u> |
| NET (OUTGOING)/INCOMING RESOURCES | | 100,351 | (21,937) | 78,414 | 110,216 |
| Balances brought forward | | <u>1,387,876</u> | <u>481,104</u> | <u>1,868,980</u> | <u>1,868,980</u> |
| Balances carried forward | | <u>1,488,227</u> | <u>459,167</u> | <u>1,947,394</u> | <u>1,868,980</u> |

1 - Unrestricted fund

2 - Restricted fund

LIVERPOOL MUSLIM SOCIETY
SUMMARY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2023

| | 2023 | 2022 |
|--------------------|-------------------------|-------------------------|
| | £ | £ |
| INCOMING RESOURCES | - | 396,775 |
| | 544,586 | |
| RESOURCES EXPENDED | <u>(466,172)</u> | <u>(286,559)</u> |
| TOTAL SURPLUS | <u>78,414</u> | <u>110,216</u> |

All of the activities of the charity are classed as continuing

LIVERPOOL MUSLIM SOCIETY
BALANCE SHEET AS AT 31ST MARCH 2023

| | <u>Note</u> | 2023 | | 2022 | |
|---|-------------|-----------------|------------------|----------------|------------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 11 | | 1,678,360 | | 1,650,926 |
| CURRENT ASSETS | | | | | |
| Debtors | 12 | 8,111 | | 12,608 | |
| Prepayments | | 778 | | 1,624 | |
| Cash at bank and in hand | | <u>271,194</u> | | <u>210,038</u> | |
| | | <u>280,083</u> | | <u>225,038</u> | |
| CREDITORS: amounts falling due within one year | | | | | |
| Sundry | 13 | <u>(11,049)</u> | | <u>(6,984)</u> | |
| NET CURRENT ASSETS | | | <u>269,034</u> | | <u>218,054</u> |
| TOTAL ASSETS | | | <u>1,947,394</u> | | <u>1,868,980</u> |
| FUNDS | | | | | |
| Restricted | 5 | | 459,167 | | 481,104 |
| Unrestricted | 5 | | <u>1,488,227</u> | | <u>1,387,876</u> |
| TOTAL FUNDS | | | <u>1,947,394</u> | | <u>1,868,980</u> |

For the financial year ended 31st March 2023, the Society is entitled to be examined by an independent examiner. The governing instrument of the parent charity does not require an audit to be carried out and members have not asked for one. The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records in accordance with section 130 of the 2011 Act; and to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act. The accounts were approved by the board of trustees on 12th July 2024 and signed on its behalf by:

Badr Abdullah

Badr Abdullah

Trustee (Chairman)

Marwan Gawher

Marwan Gawher

Trustee (Treasurer)

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

1. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and applicable UK Accounting Standards and the Charities Act 1993.

(b) Depreciation

Depreciation is calculated to write off the cost of fixed assets, less estimated residual value, over their estimated useful economic lives on the following basis: -

| | | |
|---|-----|------------------|
| Properties | 2% | straight line |
| Portacabin | 10% | reducing balance |
| Equipment, Furniture, Fixtures & Fittings | 20% | reducing balance |
| Books & Reference Materials | 15% | reducing balance |

(c) Incoming Resources

Investment income is recognized on a receivable basis.

Income from charitable activities includes donations from members, zakat and hall hire. Income from charitable activity is deferred when a payment is received in advance for the following financial period.

(d) Resources Expended

Expenditure is recognized when a liability is incurred.

- Charitable activities include expenditure associated with Masjid activities, education, health, sports, social, welfare and recreation activities and include both the direct costs and support costs relating to these activities.
- Management and Administration costs include those incurred in the management and administration of the Masjid, including governance of the parent charity and its assets and are primarily associated with constitutional and statutory requirement.

(e) Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds – these are funds that can only be used for restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for a particular restricted purpose. Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

(e) Taxation

The Society is a registered charity and is not subject to UK corporation tax

(f) Value Added Tax

The Charity is registered for value added tax but may de-registering in the near future.

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

| | UNREST (£) | REST (£) | Total Funds (£) 2023 | Total Funds (£) 2022 |
|--|-----------------------|---------------------|---|-------------------------------------|
| INCOMING RESOURCES | | | | |
| Incoming resources from | | | | |
| 2 generated funds | | | | |
| Investment Income | <u>57,090</u> | - | <u>57,090</u> | 59,681 |
| | <u>57,090</u> | - | <u>57,090</u> | 59,681 |
| Incoming resources from | | | | |
| 3 Charitable Activities | | | | |
| Humanitarian Appeal Fund | - | 75,734 | 75,734 | 21,639 |
| Building Project Fund | - | 18,450 | 18,450 | 15,860 |
| Zakat Fund | - | 22,680 | 22,680 | 19,237 |
| Education & Daawah | - | 55,924 | 55,924 | 55,389 |
| Ramadan Iftar Fund | - | 12,485 | 12,485 | 8,856 |
| General Donations | 251,842 | | 251,842 | 169,222 |
| Funeral Fund | - | 50,381 | 50,381 | 46,891 |
| | <u>251,842</u> | <u>235,654</u> | <u>487,496</u> | <u>337,094</u> |
| TOTAL INCOMING RESOURCES | <u>308,932</u> | <u>235,654</u> | <u>544,586</u> | <u>396,775</u> |
| 4 NET INCOMING RESOURCES | | | 2023 | 2022 |
| The net incoming resources is stated after charging: | | | £ | £ |
| Depreciation | | | <u>55,224</u> | <u>39,770</u> |
| 5 ANALYSIS OF FUND BALANCE BETWEEN | | | | |
| THE NET ASSETS | UNREST (£) | REST (£) | Total Funds (£) 2023 | Total Funds (£) 2022 |
| Tangible fixed asset | 1,281,677 | 396,683 | 1,678,360 | 1,650,926 |
| Current asset | 217,599 | 62,484 | 280,083 | 225,038 |
| Current liabilities | <u>(11,049)</u> | - | <u>(11,049)</u> | <u>(6,984)</u> |
| FUND BALANCE | <u>1,488,227</u> | <u>459,167</u> | <u>1,947,394</u> | <u>1,868,980</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

| | | |
|---|---------------|----------|
| 6 STAFF COSTS (including trustees) | 2023 | 2022 |
| | £ | £ |
| Salaries & wages | 27,689 | - |
| | - | |

The average number of employees (including trustees) employed by the charity during the year were:-

| | |
|-------------|------|
| 2023 | 2022 |
| 23 | 8 |

7 VOLUNTEERS EXPENSES

| | | |
|---------------------|---------------|--------|
| | 2023 | 2022 |
| Volunteers Expenses | 44,235 | 58,208 |

8 TRUSTEES REMUNERATIONS AND EXPENSES

No remuneration or reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the period.

| | UNREST (£) | REST (£) | Total Funds (£) 2023 | Total Funds (£) 2022 |
|------------------------------------|-----------------------|---------------------|-------------------------------------|----------------------------|
| RESOURCES EXPENDED | | | | |
| 9 Costs of generating funds | | | | |
| Repairs & Renewal | 3,898 | - | 3,898 | 11,318 |
| Cleaning & Sanitation | 499 | - | 499 | 283 |
| Council tax | 4,699 | - | 4,699 | 5,586 |
| Heating & Lighting | 1,265 | - | 1,265 | 1,001 |
| Insurance | <u>1,488</u> | - | <u>1,488</u> | <u>1,356</u> |
| | <u>11,849</u> | - | <u>11,849</u> | <u>19,544</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

| | UNREST (£) | REST (£) | Total Fund (£) 2023 | Total Fund (£) 2022 |
|------------------------------------|-----------------------|-----------------------|------------------------|------------------------|
| 10 Charitable Activities | | | | |
| Humanitarian Appeal | - | 75,734 | 75,734 | 26,079 |
| Hardship Relief | - | - | - | 1,883 |
| Wages and Salaries | 11,981 | 15,708 | 27,689 | - |
| Subscriptions | 2,862 | - | 2,862 | 375 |
| Volunteers' Expenses Tahfeeth | - | 17,503 | 17,503 | 29,754 |
| Zakat & Eid Gifts | - | 25,487 | 25,487 | 17,666 |
| Volunteers' Expenses Madrassah | - | 26,732 | 26,732 | 28,454 |
| Food & Serving Materials for Iftar | - | 20,168 | 20,168 | 6,783 |
| Heating & Lighting | 19,465 | - | 19,465 | 5,312 |
| Repairs & Renewals | 71,660 | - | 71,660 | 25,468 |
| Professional & Legal | 2,600 | - | 2,600 | 1,046 |
| Education & Daawah | - | 26,373 | 26,373 | 11,776 |
| Youth Activities | 3,475 | - | 3,475 | - |
| Printing, Stationery & Books | 1,386 | 5,769 | 7,155 | 2,222 |
| Insurance | 4,562 | - | 4,562 | 5,559 |
| Business & Water Rates | 3,729 | - | 3,729 | 2,042 |
| Cleaning & Sanitation | 950 | - | 950 | 1,967 |
| Bank Service Charges | 3,556 | - | 3,556 | 2,601 |
| Sundries | 7,902 | - | 7,902 | 3,696 |
| Telephone & Internet | 1,629 | - | 1,629 | 1,148 |
| Bad Debts | 3,182 | - | 3,182 | 3,945 |
| Compensation | - | - | - | 8,000 |
| Depreciation | 55,224 | - | 55,224 | 39,770 |
| Equipment Hire | 283 | - | 283 | 2,120 |
| Computer & IT costs | - | - | - | 660 |
| Expenses for Eid in the park | - | - | - | 1,770 |
| Visitors & Volunteers refreshments | 2,286 | - | 2,286 | 1,947 |
| Funeral Services | - | 44,117 | 44,117 | 34,972 |
| | <u>196,732</u> | <u>257,591</u> | <u>454,323</u> | <u>267,015</u> |
| TOTAL EXPENDED RESOURCES | <u>208,581</u> | <u>257,591</u> | <u>466,172,</u> | <u>286,559</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023

| 11 TANGIBLE FIXED ASSETS | Properties | Portacabin | Books & Ref Materials | Equipment Fixtures & Fittings | Total |
|---|------------------|---------------|-----------------------------|-------------------------------------|------------------|
| COSTS | £ | £ | £ | £ | £ |
| At 1st April 2022 | 1,689,944 | 15,813 | 11,362 | 204,506 | 1,921,625 |
| Additions | | | | 82,658 | 82,658 |
| At 31st March 2023 | <u>1,689,944</u> | <u>15,813</u> | <u>11,362</u> | <u>287,164</u> | <u>2,004,283</u> |
| DEPRECIATION | | | | | |
| At 1st April 2022 | 67,598 | 11,347 | 3,841 | 187,913 | 270,699 |
| Charge for the year | <u>33,799</u> | <u>447</u> | <u>1,128</u> | <u>19,850</u> | <u>55,224</u> |
| At 31st March 2023 | <u>101,397</u> | <u>11,794</u> | <u>4,969</u> | <u>207,763</u> | <u>325,923</u> |
| NET BOOK VALUE | | | | | |
| At 31st March 2023 | 1,588,547 | 4,019 | 6,393 | 79,401 | 1,678,360 |
| At 31 st March 2022 | 1,622,346 | 4,466 | 7,521 | 16,593 | 1,650,926 |
| | | | | 2023 | 2022 |
| 12 DEBTORS | | | | £ | £ |
| Sundry Debtors | | | | 8,111 | 12,608 |
| Prepayments | | | | <u>778</u> | <u>1,624</u> |
| | | | | <u>8,889</u> | <u>14,232</u> |
| | | | | 2023 | 2022 |
| 13 CREDITORS | | | | £ | £ |
| Amount falling due within one year | | | | | |
| Salaries & Wages | | | | 3,490 | 1,500 |
| Sundry Creditors | | | | 2,807 | 1,658 |
| Accruals | | | | <u>4,752</u> | <u>3,826</u> |
| | | | | <u>11,049</u> | <u>6,984</u> |
| 13 TAXATION | | | | | |
| No provision for taxation has been made as the Society is a registered charity. | | | | | |
| 14 GENERAL FUND | | | | | |
| As the Charity is an un-incorporated entity, the liabilities of trustees are unlimited. | | | | | |

THE LIVERPOOL MUSLIM SOCIETY

England & Wales - Charity number 503822

Accounts

LIVERPOOL MUSLIM SOCIETY
Registered Charity No 503822

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31ST MARCH 2022

Prepared By: -

The Board of Trustees
Liverpool Muslim Society
29/31 Hatherley Street
Liverpool L8 2TJ

LIVERPOOL MUSLIM SOCIETY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

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LIVERPOOL MUSLIM SOCIETY
REFERENCE AND ADMINISTRATIVE DETAILS
YEAR ENDED 31ST MARCH 2022

Professional Advisers & Charity Information

| | |
|-----------------------|--|
| Name: | Liverpool Muslim Society |
| Governing Document: | The Society is governed by a constitution. The Charity registration was agreed on 2nd December 1974. The most recent revision of the constitution took place in 2010 and was adopted on 25th April 2010. Further amendments were made and approved on 24 th of December 2017. |
| Registered Office: | 29-31 Hatherley Street Toxteth Liverpool L8 2TJ |
| Trustees: | (See page 7) |
| Bankers: | NatWest Bank Plc Liverpool City Office (B) Branch 2-8 Church Street Liverpool L1 3BG |
| Independent Examiner: | Mohammed Arshad Arshads Accounting & Tax Services 12 Olivetree Road Liverpool L15 7LL |

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2022

The Trustees have the pleasure in presenting their Annual Report and Financial Statements for the year ended 31st March 2022.

LEGAL AND ADMINISTRATIVE DETAILS

Governing Instrument. The Liverpool Muslim Society is constituted as a registered charity in the UK and governed by a constitution.

Membership is open to interested individuals accepted into membership by the Trustees, following completion of a prescribed membership form.

Trustees. The Society's work is directed by a board of Trustees, who approve the policy for the organisation. The activities of the Society are overseen by various sub-committees who meet as and when required and report to the Board [Management Committee]. The board is composed of not less than 5 nor more than 12 trustees. All trustees resign at the end of the term. All Co-optees between one AGM & Election and the following one, retire too. Elected & Co-opted retirees are eligible for re-election.

On 15th of September 2019 the Society had an election for a new board of trustees to replace all the serving trustees.

Objects of the Project. The Objects are:

- (a) To promote Islam as a religion by means which are charitable according to the law of England and Wales.
- (b) For the public benefit, to relieve need and advance education amongst Muslim residents in the North-West of England.
- (c) In the interests of social welfare, to provide or assist in the provision of facilities for recreation and other leisure-time occupation.

PUBLIC BENEFIT STATEMENT

In planning our activities, we have considered guidance from the Charity Commission to ensure we meet our public benefit requirements.

REVIEW OF THE YEAR

Activities conducted by LMS

Liverpool Muslim Society carried out a variety of activities in order to achieve its objectives during the year ended 31st March 2022.

Services provided by the Imams in the Masjid

The voluntary Imams continue to deliver the weekly Jumaa sermon and daily prayers. They also carry out marriage registrations, divorce services, marital consultations and bereavement support.

Schools Educational Visits

The Society hosted over 150 educational visits in the centre during the year facilitated by the Imams and volunteers.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2022

Activities and services carried out by volunteers in the Masjid

Throughout the week, the activities delivered by members of the community both males and females continue. Example of these activities are as follows:

- Ladies learning sessions on Wednesdays between 11:00AM and 1:00PM.
- Ladies Quran classes on Saturdays between 3:00PM and 5:00PM.
- Madrasah classes for boys and girls on Saturdays between 10:30AM to 2:30PM.
- Madrasah classes for boys and girls on Sundays between 10:30AM to 2:30PM.
- Seerah classes for ladies on Sundays between 6:00PM and 8:00PM.
- Mother and toddler programs every Wednesday between 11:00AM and 2:30PM
- Advice sessions on jobs and careers every Friday after Jumah prayer.
- Access to higher education sessions every Friday after Jumah prayer.
- Established Al-Rahma Tahfeedh.
- Quran classes for boys and girls every Monday to Wednesday between 6:00PM to 8:00PM.
- Established Al-Rahma Youth Club.
- Al-Rahma Youth Club activities/sessions every Sunday at 6:00PM to 8:00PM.
- Invited renowned guest speakers and scholars to deliver sessions on various topics. Some of these topics include health issues, mental health as well as religious matters.
- Held Eid prayers at Sefton Park for the first time ever in Liverpool on 20th July 2021.
- Refurbishment of Mosque's car park.
- Upgrade of CCTV system. The Mosque is now equipped with over 30 modern smart cameras.
- Digitalisation of the Mosque's transmission system. The Mosque is now equipped with a digital transmitter where Mosque broadcast can now be listened to globally on mobile applications and on LMS's website.
- Specialised day events were also delivered at Al-Rahma Mosque such as Hijamah on 6th July 2021.
- Held two vaccination pop-up clinics at the Mosque on 8th April 2021 and on 23rd May 2021.

Humanitarian Appeal

Al-Rahma Mosque continues to support charities deliver services to disadvantaged communities both in the UK and abroad. Collections were made for more than 15 different UK registered charities during the blessed month of Ramadan and at different occasions.

Awards and Recognition

LMS was awarded the prestigious British Beacon Mosque Award 2021 for the Best Outreach Category for its services during the pandemic.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2022

RESULTS FOR THE YEAR

The results for the year are set out on the finance pages following this report.

RESERVES POLICY

The trustees maintain a buffer of free reserves equivalent to at least two months of annual core expenditure. The average monthly expenditure is estimated to be approximately £15,000 therefore the target reserve is approximately £30,000. This target is now met and will form the baseline for any future spending program.

LMS is always on the look out to maximize the organization's income. The board regularly reviews the financial position of the organization to ensure the optimum utilization of the charity's funds to maintain financial stability. Several new venues of generating income have been introduced to support the fund-raising mechanism at the society.

RISK

The major challenge the organization faces is raising sufficient funds to pay for its expenses. The trustees have procedures in place designed to mitigate these potential risks. The financial position of the Society and the level of risk are assessed on regular bases.

FINANCIAL REVIEW

During the period, the Society continued to raise funds to meet its financial commitments and to support ongoing and new projects. The organization actively sought new venues to maximize on its income generating activities during the period. Examples of such venues are new approaches to better engage with the donors and facilitating new ways of collecting donations. This has enabled the Society to raise funds to refurbish the flats in properties 94 and 96 Princes Road. Donations were also collected to enable the refurbishment of the property No 29 Hatherley Street.

THE FUTURE

The board of trustees continued to explore venues to increase income, reduce expenses and enhance services provided to the community in line with the activities of the old board of trustees. Listed below are projects planned for the next financial year but some of them have already been started.

- LMS purchased the property No 27 Hatherley Street in January 2020 and plans to refurbish it fully in the next financial year.
- LMS owns the previously derelict property No 3 Hatherley Street. There is a plan to fully refurbish the property and rent it out.
- LMS has already started the refurbishment of the 13 flats in properties 94 and 96 Princes Road which it owns. The project started in late 2019 and is ongoing to improve the condition of the flats.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2022

BOARD OF TRUSTEES

The trustees who were elected, co-opted, resigned, retired and/or served during the year are as follows:

| | |
|---------------------------------|------------------------|
| Dr Badr Abdullah (Chairman) | Mr Shams ul Haque Khan |
| Mr Ismail Saleh (Vice Chairman) | Mrs Asmaa Al-Thubhani |
| Mr Marwan Gawher (Treasurer) | Mr Ethiyah Aseem Ahmad |
| Dr Mohamed Mahyoub (Secretary) | Dr Thamir Ismail |

TRUSTEES' RESPONSIBILITIES IN RELATION TO FINANCIAL STATEMENTS

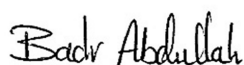
The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations. Charity law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of its net incoming or outgoing resources for that period. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with SORP 2005. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

The report was approved by the Board of Trustees and signed on its behalf on 19th February 2023.



Badr Abdullah
Trustee (Chairman)



Marwan Gawher
Trustee (Treasurer)

Registered Office:
29/31 Hatherley Street
Liverpool L8 2TJ

Independent Examiner's Report

To the board of trustees of Liverpool Muslim Society on the financial statements for the year ended 31st March 2022.

I report on the accounts of the charity for the year ended 31st March 2022, which are set out on Pages 9-16.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 and that an independent examination is required.

It is my responsibility to:

- a) examine the accounts under section 145 of the 2011 Act
- b) to follow the procedures laid down in the general directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act; and
- c) to state whether particular matters have come to my attention

Basis of Independent Examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below:

Independent Examiner's statement


In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mohammad Arshad
Arshads
Accounting & Tax services
12 Olivetree Road
Liverpool
L15 7LL

23.02.2023

LIVERPOOL MUSLIM SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022

| | <u>Note</u> | UNREST (£) ⁽¹⁾ | REST (£) ⁽²⁾ | Total (£) 2022 | Total (£) 2021 |
|---|-------------|------------------------------|----------------------------|-------------------|-------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds | 2 | 59,681 | - | 59,681 | 46,020 |
| Incoming resources from Charitable Activities | 3 | <u>169,222</u> | <u>167,872</u> | <u>337,094</u> | <u>176,744</u> |
| TOTAL INCOMING RESOURCES | | <u>228,903</u> | <u>167,872</u> | <u>396,775</u> | <u>222,764</u> |
| RESOURCES EXPENDED | | | | | |
| Costs of generating funds | 9 | 19,544 | - | 19,544 | 54,114 |
| Charitable activities | 10 | <u>139,402</u> | <u>127,613</u> | <u>267,015</u> | <u>172,341</u> |
| TOTAL RESOURCES EXPENDED | | <u>158,946</u> | <u>127,613</u> | <u>286,559</u> | <u>226,455</u> |
| NET (OUTGOING)/INCOMING RESOURCES | | 69,957 | 40,259 | 110,216 | (3,691) |
| Balances brought forward | | <u>1,317,919</u> | <u>440,845</u> | <u>1,758,764</u> | <u>1,752,455</u> |
| Balances carried forward | | <u>1,387,876</u> | <u>481,104</u> | <u>1,868,980</u> | <u>1,758,764</u> |

1 - Unrestricted fund

2 - Restricted fund

LIVERPOOL MUSLIM SOCIETY
SUMMARY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022

| | 2022 | 2021 |
|-------------------------|-------------------------|-------------------------|
| | £ | £ |
| INCOMING RESOURCES | - | 222,764 |
| | 396,775 | |
| RESOURCES EXPENDED | <u>(286,559)</u> | <u>(246,455)</u> |
| TOTAL SURPLUS/(DEFICIT) | <u>110,216</u> | <u>(3,691)</u> |

All of the activities of the charity are classed as continuing

LIVERPOOL MUSLIM SOCIETY
BALANCE SHEET AS AT 31ST MARCH 2022

| | <u>Note</u> | 2022 | | 2021 | |
|---|-------------|-----------------------|-------------------------|-----------------|------------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 11 | | 1,650,926 | | 1,689,861 |
| CURRENT ASSETS | | | | | |
| Debtors | 12 | 12,608 | | 8,382 | |
| Prepayments | | 1,624 | | 1,321 | |
| Cash at bank and in hand | | <u>210,806</u> | | <u>78,799</u> | |
| | | | <u>225,038</u> | | <u>88,502</u> |
| CREDITORS: amounts falling due within one year | | | | | |
| Sundry | 13 | <u>(6,984)</u> | | <u>(19,599)</u> | |
| NET CURRENT ASSETS | | | <u>218,054</u> | | <u>68,903</u> |
| TOTAL ASSETS | | | <u>1,868,980</u> | | <u>1,758,764</u> |
| FUNDS | | | | | |
| Restricted | 5 | | 481,104 | | 440,845 |
| Unrestricted | 5 | | <u>1,387,876</u> | | <u>1,317,919</u> |
| TOTAL FUNDS | | | <u>1,868,980</u> | | <u>1,758,764</u> |

For the financial year ended 31st March 2022, the Society is entitled to be examined by an independent examiner. The governing instrument of the parent charity does not require an audit to be carried out and members have not asked for one. The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records in accordance with section 130 of the 2011 Act; and to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act. The accounts were approved by the board of trustees on 19th February 2023 and signed on its behalf by:

Badr Abdullah

Badr Abdullah

Trustee (Chairman)

Marwan Gawher

Marwan Gawher

Trustee (Treasurer)

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

1. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and applicable UK Accounting Standards and the Charities Act 1993.

(b) Depreciation

Depreciation is calculated to write off the cost of fixed assets, less estimated residual value, over their estimated useful economic lives on the following basis: -

| | | |
|---|-----|------------------|
| Properties | 2% | straight line |
| Portacabin | 10% | reducing balance |
| Equipment, Furniture, Fixtures & Fittings | 20% | reducing balance |
| Books & Reference Materials | 15% | reducing balance |

(c) Incoming Resources

Investment income is recognized on a receivable basis.

Income from charitable activities includes donations from members, zakat and hall hire. Income from charitable activity is deferred when a payment is received in advance for the following financial period.

(d) Resources Expended

Expenditure is recognized when a liability is incurred.

- Charitable activities include expenditure associated with Masjid activities, education, health, sports, social, welfare and recreation activities and include both the direct costs and support costs relating to these activities.
- Management and Administration costs include those incurred in the management and administration of the Masjid, including governance of the parent charity and its assets and are primarily associated with constitutional and statutory requirement.

(e) Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds – these are funds that can only be used for restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for a particular restricted purpose. Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

(e) Taxation

The Society is a registered charity and is not subject to UK corporation tax

(f) Value Added Tax

The Charity is registered for value added tax but may de-registering in the near future.

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

| | UNREST (£) | REST (£) | Total Funds (£) 2022 | Total Funds (£) 2021 |
|--|-----------------------|---------------------|---|-------------------------------------|
| INCOMING RESOURCES | | | | |
| Incoming resources from | | | | |
| 2 generated funds | | | | |
| Investment Income | <u>59,681</u> | - | <u>59,681</u> | <u>46,020</u> |
| | <u>59,681</u> | - | <u>59,681</u> | <u>46,020</u> |
| Incoming resources from | | | | |
| 3 Charitable Activities | | | | |
| Humanitarian Appeal Fund | - | 21,639 | 21,639 | 16,005 |
| Building Project Fund | - | 15,860 | 15,860 | 844 |
| Zakat Fund | - | 19,237 | 19,237 | 6,200 |
| Education & Daawah | - | 55,389 | 55,389 | 4,695 |
| Ramadan Iftar Fund | - | 8,856 | 8,856 | - |
| General Donations | 169,222 | | 169,222 | 71,441 |
| Funeral Fund | - | <u>46,891</u> | <u>46,891</u> | <u>77,558</u> |
| | <u>169,222</u> | <u>167,872</u> | <u>337,094</u> | <u>176,744</u> |
| TOTAL INCOMING RESOURCES | <u>228,903</u> | <u>167,872</u> | <u>396,775</u> | <u>222,764</u> |
| 4 NET INCOMING RESOURCES | | | | |
| | | | 2022 | 2021 |
| The net incoming resources is stated after charging: | | | £ | £ |
| Depreciation | | | <u>39,770</u> | <u>40,887</u> |
| ANALYSIS OF FUND BALANCE | | | | |
| 5 BETWEEN | | | | |
| THE NET ASSETS | UNREST (£) | REST (£) | Total Funds (£) 2022 | Total Funds (£) 2021 |
| Tangible fixed asset | 1,254,243 | 396,683 | 1,650,926 | 1,689,861 |
| Current asset | 140,617 | 84,421 | 225,038 | 88,502 |
| Current liabilities | <u>(6,984)</u> | - | <u>(6,984)</u> | <u>(19,599)</u> |
| FUND BALANCE | <u>1,387,876</u> | <u>481,104</u> | <u>1,868,980</u> | <u>1,758,764</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

| | | |
|---|-------------|--------------|
| 6 STAFF COSTS (including trustees) | 2022 | 2021 |
| | £ | £ |
| Salaries & wages | - | <u>5,550</u> |
| | - | <u>5,550</u> |

The average number of employees (including trustees) employed by the charity during the year were:-

| | |
|-------------|------|
| 2022 | 2021 |
| 8 | 13 |

7 VOLUNTEERS EXPENSES

| | | |
|---------------------|---------------|-------|
| | 2022 | 2021 |
| Volunteers Expenses | 58,208 | 9,109 |

8 TRUSTEES REMUNERATIONS AND EXPENSES

No remuneration or reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the period.

| | UNREST (£) | REST (£) | Total Funds (£) 2022 | Total Funds (£) 2021 |
|------------------------------------|---------------|-------------|----------------------------|----------------------------|
| RESOURCES EXPENDED | | | | |
| 9 Costs of generating funds | | | | |
| Repairs & Renewal | 11,318 | - | 11,318 | 50,531 |
| Cleaning & Sanitation | 283 | - | 283 | 561 |
| Council tax | 5,586 | - | 5,586 | 1,794 |
| Heating & Lighting | 1,001 | - | 1,001 | 242 |
| Insurance | <u>1,356</u> | - | <u>1,356</u> | <u>986</u> |
| | <u>19,544</u> | - | <u>19,544</u> | <u>54,114</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

| | UNREST (£) | REST (£) | Total Fund (£) 2122 | Total Fund (£) 2121 |
|------------------------------------|-----------------------|-----------------------|------------------------|------------------------|
| 10 Charitable Activities | | | | |
| Humanitarian Appeal | - | 26,079 | 26,079 | 10,572 |
| Hardship Relief | - | 1,883 | 1,883 | 1,450 |
| Wages and Salaries | - | - | - | 5,550 |
| Subscriptions | 375 | - | 375 | 622 |
| Volunteers' Expenses | 29,754 | - | 29,754 | 5,569 |
| Zakat & Eid Gifts | - | 17,666 | 17,666 | 6,954 |
| Volunteers' Expenses Maddressah | - | 28,454 | 28,454 | 3,540 |
| Food & Serving Materials for Iftar | - | 6,783 | 6,783 | - |
| Heating & Lighting | 5,312 | - | 5,312 | 4,684 |
| Repairs & Renewals | 25,468 | - | 25,468 | 9,577 |
| Professional & Legal | 1,046 | - | 1,046 | 1,244 |
| Education & Daawah | - | 11,776 | 11,776 | 1,880 |
| Printing and Stationery | 2,222 | - | 2,222 | 1,860 |
| Insurance | 5,559 | - | 5,559 | 4,508 |
| Business & Water Rates | 2,042 | - | 2,042 | - |
| Cleaning & Sanitation | 1,967 | - | 1,967 | 1,902 |
| Bank Service Charges | 2,601 | - | 2,601 | 1,329 |
| Sundries | 3,696 | - | 3,696 | 2,005 |
| Telephone & Internet | 1,148 | - | 1,148 | 715 |
| Bad Debts | 3,945 | - | 3,945 | 17,225 |
| Compensation | 8,000 | - | 8,000 | - |
| Depreciation | 39,770 | - | 39,770 | 40,887 |
| Equipment Hire | 2,120 | - | 2,120 | - |
| Computer & IT costs | 660 | - | 660 | - |
| Expenses for Eid in the park | 1,770 | - | 1,770 | - |
| Visitors & Volunteers refreshments | 1,947 | - | 1,947 | - |
| Funeral Services | - | 34,972 | 34,972 | 50,268 |
| | <u>139,402</u> | <u>127,613</u> | <u>267,015</u> | <u>172,341</u> |
| TOTAL EXPENDED RESOURCES | <u>158,946</u> | <u>127,613</u> | <u>286,559</u> | <u>226,455</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

| 11 TANGIBLE FIXED ASSETS | Properties | Portacabin | Books & Ref Materials | Equipment Fixtures & Fittings | Total |
|------------------------------------|------------------|---------------|-----------------------|-------------------------------|------------------|
| COSTS | £ | £ | £ | £ | £ |
| At 1st April 2021 | 1,689,944 | 15,813 | 11,362 | 203,671 | 1,920,790 |
| Additions | | | | 835 | 835 |
| At 31st March 2022 | <u>1,689,944</u> | <u>15,813</u> | <u>11,362</u> | <u>204,506</u> | <u>1,921,625</u> |
| DEPRECIATION | | | | | |
| At 1st April 2021 | 33,799 | 10,851 | 2,514 | 183,765 | 230,929 |
| Charge for the year | <u>33,799</u> | <u>496</u> | <u>1,327</u> | <u>4,148</u> | <u>39,770</u> |
| At 31st March 2022 | <u>67,598</u> | <u>11,347</u> | <u>3,841</u> | <u>187,913</u> | <u>270,699</u> |
| NET BOOK VALUE | | | | | |
| At 31st March 2022 | 1,622,346 | 4,466 | 7,521 | 16,593 | 1,650,926 |
| At 31st March 2021 | 1,656,145 | 4,962 | 8,848 | 19,906 | 1,689,861 |
| 12 DEBTORS | | | | 2022 | 2021 |
| Sundry Debtors | | | | £ | £ |
| Prepayments | | | | 12,608 | 8,382 |
| | | | | <u>1,624</u> | <u>1,321</u> |
| | | | | <u>14,232</u> | <u>9,703</u> |
| 13 CREDITORS | | | | 2022 | 2021 |
| Amount falling due within one year | | | | £ | £ |
| Salaries & Wages | | | | 1,500 | 2,525 |
| Sundry Creditors | | | | 1,658 | 17,074 |
| Accruals | | | | 3,826 | - |
| | | | | <u>6,984</u> | <u>19,599</u> |
| 13 TAXATION | | | | | |

No provision for taxation has been made as the Society is a registered charity.

14 GENERAL FUND

As the Charity is an un-incorporated entity, the liabilities of trustees are unlimited.

THE LIVERPOOL MUSLIM SOCIETY

England & Wales - Charity number 503822

Accounts

LIVERPOOL MUSLIM SOCIETY
Registered Charity No 503822

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31ST MARCH 2021

Prepared By: -

The Board of Trustees
Liverpool Muslim Society
29/31 Hatherley Street
Liverpool L8 2TJ

**LIVERPOOL MUSLIM SOCIETY
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021**

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| Trustees' Annual Report | 4 - 7 |
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| Summary Statement of Financial Activities | 10 |
| Balance Sheet | 11 |
| Notes Forming Part of the Financial Statements | 12 - 16 |

LIVERPOOL MUSLIM SOCIETY
REFERENCE AND ADMINISTRATIVE DETAILS
YEAR ENDED 31ST MARCH 2021

Professional Advisers & Charity Information

| | |
|-----------------------|--|
| Name: | Liverpool Muslim Society |
| Governing Document: | The Society is governed by a constitution. The Charity registration was agreed on 2nd December 1974. The most recent revision of the constitution took place in 2010 and was adopted on 25th April 2010. Further amendments were made and approved on 24 th of December 2017. |
| Registered Office: | 29-31 Hatherley Street Toxteth Liverpool L8 2TJ |
| Trustees: | (See page 7) |
| Bankers: | NatWest Bank Plc Liverpool City Office (B) Branch 2-8 Church Street Liverpool L1 3BG |
| Independent Examiner: | Mohammed Arshad Arshads Accounting & Tax Services 12 Olivetree Road Liverpool L15 7LL |

LIVERPOOL MUSLIM SOCIETY TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31ST MARCH 2021

The Trustees have the pleasure in presenting their Annual Report and Financial Statements for the year ended 31st March 2021.

LEGAL AND ADMINISTRATIVE DETAILS

Governing Instrument. The Liverpool Muslim Society is constituted as a registered charity in the UK and governed by a constitution.

Membership is open to interested individuals accepted into membership by the Trustees, following completion of a prescribed membership form.

Trustees. The Society's work is directed by a board of Trustees, who approve the policy for the organisation. The activities of the Society are overseen by various sub-committees who meet as and when required and report to the Board [Management Committee]. The board is composed of 8 trustees. All trustees resign at the end of the term and are eligible for re-election.

Objects of the Project. The Objects are:

- (a) To promote Islam as a religion by means which are charitable according to the law of England and Wales.
- (b) For the public benefit, to relieve need and advance education amongst Muslim residents in the North-West of England.
- (c) In the interests of social welfare, to provide or assist in the provision of facilities for recreation and other leisure-time occupation.

PUBLIC BENEFIT STATEMENT

In planning activities, the Trustees have considered guidance from the Charity Commission to ensure public benefit requirements are met.

REVIEW OF THE YEAR

Activities conducted by LMS

2020 was an unprecedented year all around and not less so at LMS where the main activity of the organization which is conducting the daily prayer at the Mosque was interrupted due to Corona virus spread and the subsequent three lockdowns which dictated the closure of the Mosque as stated below.

- 1st closure was between 16th March 2020 to 05th of September 2020
- 2nd closure was between 05th November 2020 to 02nd of December 2020
- 3rd closure was between 05th of January 2021 to 08th of March 2021

When the Mosque was open, it operated with much less capacity to uphold Covid rules of social distancing and limiting the time people stay on the premises to help minimize the spread of the virus. These measures have affected the services the LMS normally deliveries and the income it generates.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2021

Despite this, however, Liverpool Muslim Society carried out variety of activities online and through the Mosque receiver in order to achieve its objectives during the year ended 31st March 2021.

Services provided by the Imams in the Masjid

The voluntary Imams continued to deliver the weekly Jumaa sermon and daily prayers which were broadcasted on the Mosque receiver. They also carry out marriage registrations, divorce services, marital consultations and bereavement support while applying the covid regulations.

Activities and services carried out by volunteers in the Masjid

Throughout the week, the activities delivered by members of the community both males and females continued. Example of these activities are as follows:

- Broadcasting of daily Athan (call for prayers) and lectures on the Mosque receiver
- Maintaining of contact with the community particularly the vulnerable
- Set up the 'Support the Vulnerable Initiative' to provide the basic need of the vulnerable in the community during the lockdown
- Madrasah classes for boys and girls online via Zoom
- Hosted three (3) rounds of Covid-19 Vaccination Pop-up Clinics
- Equipped the Mosque appropriately to deal with the reopening and return of worshippers
- The usual marriage and divorce registration, family counselling and bereavement support.
- Other specialised day events were also delivered at Al-Rahma Mosque such as Safeguarding training one day event by LCC on 28th November 2020

Humanitarian Appeal

LMS was successful in securing funds a total of £15,500 from four charity organizations namely; Steve Morgan Foundation, Community Foundation for Merseyside, P.H Holt and Tesco Bags of Help to help the community during this difficult and unprecedented times. LMS worked closely with several organizations and charities to deliver this service to the larger community some of which are Refugee Women Connect, Councillors, local GP Consortium, Wirral Change, Al Ghazali Centre, the Arabic Centre, Liverpool Muslim Outreach and Merseyside Somali Community and Association.

Schools Education Visits

There were no school visits during the report period due to Corona virus spread and the closure of schools.

Awards and Recognition

LMS was recently awarded the prestigious British Beacon Mosque Award 2021 for the Best Outreach Category for its services during the pandemic.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2021

Employees

LMS's 5 employees were put on furlough during the Mosque's closure and later were made redundant as part of the restructure plan that was proposed in 2019/2020. New jobs will be advertised to fill the vacancies as soon as possible.

RESULTS FOR THE YEAR

The results for the year are set out on the finance pages following this report.

RESERVES POLICY

Historically, LMS tries to maintain a buffer of free reserves equivalent to at least two months of annual core expenditure. The average monthly expenditure is estimated to be approximately £15,000 therefore the target reserve is approximately £30,000. But during the pandemic and the lock-downs the main means of the LMS's income which are the Friday collections and the fund raising during Ramadan were affected as the Mosque was closed. Therefore, the income was heavily dependent on online fund raising and collections at local shops.

RISK

The major challenge the organization faces normally is raising sufficient funds to pay for its expenses. This has been hugely affected by the Covid 19 where the Mosque was closed for good part of the year and when reopened it was operating at much reduced capacity. To mitigate this risk, LMS heavily depended on online fund raising and collecting at local shops. Furthermore, card machines readers were introduced when the Mosque reopened to maximize on the income.

FINANCIAL REVIEW

During the period, the Society continued to raise funds to meet its financial commitments and to support ongoing and new projects. The organization actively sought new venues to maximize on its income generating activities during this unprecedented difficult period. Examples of such venues are new approaches to better engage with the donors and facilitating new ways of collecting donations such as online fund raising, collections at local shops. These have enabled the Society to raise funds to meet its commitments and to complete the refurbishment of the flats in properties 94 and 96 Princes Road.

THE FUTURE

The board of trustees continued to explore venues to increase income, reduce expenses, enhance services and mitigate potential risks. Listed below are projects planned for the next financial year.

- LMS purchased the property No 27 Hatherley Street in January 2020 and plans to refurbish it fully by the next financial year.
- Fully refurbish No 3 Hatherley Street and rent it out.
- LMS plans to expand on the Maddressah to accommodate more students.
- LMS aims to set up Al-Rahma Tahfeedh to teach Quran classes to young boys and girls.
- LMS plans to repurpose the Porta Cabin area and the adjacent plot of land.
- LMS aims to facilitate specialized services to the community by working closely with Liverpool Central primary Care, local GPs, Job centres - careers advice and liaising with universities.
- LMS aims to work with and accommodate the youth by providing them with space and logistics to help them achieve their potentials.
- LMS plans on attracting and accommodating religious scholars to uplift the spiritual knowledge and understanding of both males and females, young and old members of the community.

LIVERPOOL MUSLIM SOCIETY
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31ST MARCH 2021

BOARD OF TRUSTEES

The trustees who were elected on 15th September 2019 to serve a period of 4 years are as follows:

| | |
|---------------------------------|------------------------|
| Dr Badr Abdullah (Chairman) | Dr Thamir Ismail |
| Mr Ismail Saleh (Vice Chairman) | Mr Shams ul Haque Khan |
| Mr Marwan Gawher (Treasurer) | Mrs Asmaa Al-Thubhani |
| Dr Mohamed Mahyoub (Secretary) | Mr Ethiyah Aseem Ahmad |

TRUSTEES' RESPONSIBILITIES IN RELATION TO FINANCIAL STATEMENTS

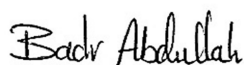
The trustees are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations. Charity law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of its net incoming or outgoing resources for that period. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with SORP 2005. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

The report was approved by the board of Trustees and signed on its behalf on 28th January 2022.



Badr Abdullah
Trustee (Chairman)



Marwan Gawher
Trustee (Treasurer)

Registered Office:
29/31 Hatherley Street
Liverpool L8 2TJ

Independent Examiner's Report

To the board of trustees of Liverpool Muslim Society on the financial statements for the year ended 31st March 2021.

I report on the accounts of the charity for the year ended 31st March 2021, which are set out on Pages 9 – 16.

Respective responsibilities of trustees and examiner

The Charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 and that an independent examination is required.

It is my responsibility to:

- a) examine the accounts under section 145 of the 2011 Act
- b) to follow the procedures laid down in the general directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act; and
- c) to state whether particular matters have come to my attention

Basis of Independent Examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below:

Independent Examiner's statement

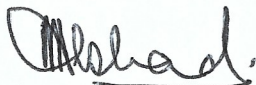
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mohammad Arshad

Arshads

Accounting & Tax services

12 Olivetree Road

Liverpool

L15 7LL

28.01.2022

LIVERPOOL MUSLIM SOCIETY
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2021

| | <u>Note</u> | UNREST (£) ⁽¹⁾ | REST (£) ⁽²⁾ | Total (£) 2021 | Total (£) 2020 |
|---|-------------|------------------------------|-------------------------|-------------------|-------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds | 2 | 46,020 | - | 46,020 | 28,218 |
| Incoming resources from Charitable Activities | 3 | <u>71,441</u> | <u>105,303</u> | <u>176,744</u> | <u>221,125</u> |
| TOTAL INCOMING RESOURCES | | <u>117,461</u> | <u>105,303</u> | <u>222,764</u> | <u>249,343</u> |
| RESOURCES EXPENDED | | | | | |
| Costs of generating funds | 8 | 54,114 | - | 54,114 | 36,202 |
| Charitable activities | 9 | <u>97,677</u> | <u>74,664</u> | <u>172,341</u> | <u>210,274</u> |
| TOTAL RESOURCES EXPENDED | | <u>151,791</u> | <u>74,664</u> | <u>226,455</u> | <u>246,476</u> |
| NET (OUTGOING)/INCOMING RESOURCES | | (34,330) | 30,639 | (3,691) | 2,867 |
| Donation of Quran and Islamic Books | | | 10,000 | 10,000 | |
| Balances brought forward | | <u>1,352,249</u> | <u>400,206</u> | <u>1,752,455</u> | <u>1,749,588</u> |
| Balances carried forward | | <u>1,317,919</u> | <u>440,845</u> | <u>1,758,764</u> | <u>1,752,455</u> |

1 - Unrestricted fund

2 - Restricted fund

LIVERPOOL MUSLIM SOCIETY
SUMMARY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2021

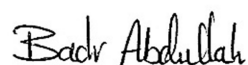
| | 2021 | 2020 |
|-------------------------|-------------------------|------------------|
| | £ | £ |
| INCOMING RESOURCES | 222,764 | 249,343 |
| RESOURCES EXPENDED | <u>(226,455)</u> | <u>(246,476)</u> |
| TOTAL (DEFICIT)/SURPLUS | <u>(3,691)</u> | <u>2,867</u> |

All of the activities of the charity are classed as continuing

LIVERPOOL MUSLIM SOCIETY
BALANCE SHEET AS AT 31ST MARCH 2021

| | <u>Note</u> | 2021 | | 2020 | |
|---|-------------|----------------------|-------------------------|---------------|------------------|
| | | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 10 | | 1,689,861 | | 1,720,748 |
| CURRENT ASSETS | | | | | |
| Debtors | 11 | 8,382 | | 20,449 | |
| Loan Advanced | | - | | 1,580 | |
| Prepayments | | 1,321 | | 3,578 | |
| Cash at bank and in hand | | <u>78,799</u> | | <u>30,607</u> | |
| | | 88,502 | | 56,214 | |
| CREDITORS: amounts falling due within one year | 12 | | <u>(19,599)</u> | | <u>(24,507)</u> |
| NET CURRENT ASSETS | | | <u>68,903</u> | | <u>31,707</u> |
| TOTAL ASSETS | | | <u>1,758,764</u> | | <u>1,752,455</u> |
| FUNDS | | | | | |
| REST | 5 | | 440,845 | | 400,206 |
| UNREST | 5 | | <u>1,317,919</u> | | <u>1,352,249</u> |
| TOTAL FUNDS | | | <u>1,758,764</u> | | <u>1,752,455</u> |

For the financial year ended 31st March 2021, the Society is entitled to be examined by an independent examiner. The governing instrument of the parent charity does not require an audit to be carried out and members have not asked for one. The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records in accordance with section 130 of the 2011 Act; and to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act. The accounts were approved by the board of trustees on 28th January 2022 and signed on its behalf by:



Badr Abdullah
Trustee (Chairman)



Marwan Gawher
Trustee (Treasurer)

The notes on pages 13 to 16 form part of these accounts

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

1. ACCOUNTING POLICIES

(a) Accounting Convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2005) issued in March 2005 and applicable UK Accounting Standards and the Charities Act 1993.

(b) Depreciation

Depreciation is calculated to write off the cost of fixed assets, less estimated residual value, over their estimated useful economic lives on the following basis: -

| | | |
|---|-----|------------------|
| Properties | 2% | Straight line |
| Portacabin | 10% | reducing balance |
| Equipment, Furniture, Fixtures & Fittings | 20% | reducing balance |
| Books & Reference Materials | 15% | reducing balance |

(c) Incoming Resources

Investment income is recognized on a receivable basis.

Income from charitable activities includes donations from members, zakat and hall hire. Income from charitable activity is deferred when a payment is received in advance for the following financial period.

(d) Resources Expended

Expenditure is recognized when a liability is incurred.

- Charitable activities include expenditure associated with Masjid activities, education, health, sports, social, welfare and recreation activities and include both the direct costs and support costs relating to these activities.
- Management and Administration costs include those incurred in the management and administration of the Masjid, including governance of the parent charity and its assets and are primarily associated with constitutional and statutory requirement.

(e) Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds – these are funds that can only be used for restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for a particular restricted purpose. Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

(e) Taxation

The Society is a registered charity and is not subject to UK corporation tax.

(f) Value Added Tax

The Charity is registered for value added tax but may de-registering in the near future.

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

| | UNREST (£) | REST (£) | Total Funds (£) 2021 | Total Funds (£) 2020 |
|--|------------------|----------------|----------------------------|----------------------------|
| <u>INCOMING RESOURCES</u> | | | | |
| 2 Incoming resources from generated funds | | | | |
| Investment Income | <u>46,020</u> | - | <u>46,020</u> | <u>28,218</u> |
| | <u>46,020</u> | - | <u>46,020</u> | <u>28,218</u> |
| 3 Incoming resources from Charitable Activities | | | | |
| Humanitarian Appeal Fund | - | 16,005 | 16,005 | 32,519 |
| Building Project Fund | - | 844 | 844 | 27,315 |
| Zakat Fund | - | 6,200 | 6,200 | 34,155 |
| Education & Daawah | - | 4,695 | 4,695 | - |
| General Donations | 71,441 | - | 71,441 | 127,136 |
| Funeral Fund | - | <u>77,558</u> | <u>77,558</u> | - |
| | <u>71,441</u> | <u>105,303</u> | <u>176,744</u> | <u>221,125</u> |
| TOTAL INCOMING RESOURCES | <u>117,461</u> | <u>105,303</u> | <u>222,764</u> | <u>249,343</u> |
| 4 NET INCOMING RESOURCES | | | 2021 | 2020 |
| The net incoming resources is stated after charging: | | | £ | £ |
| Depreciation | | | <u>40,887</u> | <u>6,905</u> |
| 5 ANALYSIS OF FUND BALANCE BETWEEN THE NET ASSETS | UNREST (£) | REST (£) | Total Funds (£) 2021 | Total Funds (£) 2020 |
| Tangible fixed asset | 1,293,178 | 396,683 | 1,689,861 | 1,720,748 |
| Current asset | 44,340 | 44,162 | 88,502 | 56,214 |
| Current liabilities | <u>(19,599)</u> | - | <u>(19,599)</u> | <u>(24,507)</u> |
| FUND BALANCE | <u>1,317,919</u> | <u>440,845</u> | <u>1,758,764</u> | <u>1,752,455</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

| | | |
|---|--------------|---------------|
| 6 STAFF COSTS (including trustees) | 2021 | 2020 |
| | £ | £ |
| Salaries & wages | <u>5,550</u> | <u>74,436</u> |
| | <u>5,550</u> | <u>74,436</u> |

| | |
|-------------|------|
| 2021 | 2020 |
| 13 | 13 |

7 TRUSTEES REMUNERATIONS AND EXPENSES

No remuneration or reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the period.

| RESOURCES EXPENDED | UNREST (£) | REST (£) | Total Funds 2021 (£) | Total Funds 2020 (£) |
|------------------------------------|-----------------------|---------------------|-------------------------------------|-------------------------|
| 8 Costs of generating funds | | | | |
| Repairs & Renewal | 50,531 | - | 50,531 | 34,604 |
| Cleaning & Sanitation | 561 | - | 561 | 200 |
| Council tax | 1,794 | - | 1,794 | 21 |
| Heating & Lighting | 242 | - | 242 | 657 |
| Insurance | <u>986</u> | - | <u>986</u> | <u>720</u> |
| | <u>54,114</u> | - | <u>54,114</u> | <u>36,202</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

| RESOURCES EXPENDED | UNREST (£) | REST (£) | Total Funds 2021 (£) | Total Funds 2020 (£) |
|-------------------------------------|-----------------------|---------------------|---------------------------------|---------------------------------|
| 9 Charitable Activities | | | | |
| Humanitarian Appeal | - | 10,572 | 10,572 | 35,372 |
| Hardship Relief | - | 1,450 | 1,450 | 2,815 |
| Wages and Salaries | 5,550 | - | 5,550 | 74,436 |
| Subscriptions | 622 | - | 622 | 1,199 |
| Volunteers' Expenses | 5,569 | - | 5,569 | 9,680 |
| Zakat & Eid Gifts | - | 6,954 | 6,954 | 18,430 |
| Volunteers' Expenses Maddressah | - | 3,540 | 3,540 | |
| Food & Serving Materials for Iftar | - | - | - | 2,804 |
| Heating & Lighting | 4,684 | - | 4,684 | 5,883 |
| Repairs & Renewals | 9,577 | - | 9,577 | 19,981 |
| Professional & Legal | 1,244 | - | 1,244 | 2,678 |
| Education & Daawah | - | 1,880 | 1,880 | - |
| Printing and Stationery | 1,860 | - | 1,860 | 3,570 |
| Insurance | 4,508 | - | 4,508 | 4,907 |
| Business & Water Rates | - | - | - | 5,544 |
| Council tax | - | - | - | 118 |
| Cleaning & Sanitation | 1,902 | - | 1,902 | 3,612 |
| Bank Service Charges | 1,329 | - | 1,329 | 1,686 |
| Sundries | 2,005 | - | 2,005 | 1,323 |
| Telephone & Internet | 715 | - | 715 | 1,531 |
| Bad Debts | 17,225 | - | 17,225 | 7,800 |
| Depreciation | 40,887 | - | 40,887 | 6,905 |
| Funeral Services | - | 50,268 | 50,268 | - |
| | <u>97,677</u> | <u>74,664</u> | <u>172,341</u> | <u>210,274</u> |
| TOTAL EXPENDED RESOURCES | <u>151,791</u> | <u>74,664</u> | <u>226,455</u> | <u>246,476</u> |

LIVERPOOL MUSLIM SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

| 10 TANGIBLE FIXED ASSETS | Properties | Portacabin | Books & Ref Materials | Equipment Fixtures & Fittings | Total |
|--------------------------------------|-------------------|-------------------|----------------------------------|--|------------------|
| | £ | £ | £ | £ | £ |
| COSTS | | | | | |
| At 1st April 2020 | 1,689,944 | 15,813 | 1,362 | 203,671 | 1,910,790 |
| Donations of Quran and Islamic Books | - | - | <u>10,000</u> | - | <u>10,000</u> |
| At 31st March 2021 | <u>1,689,944</u> | <u>15,813</u> | <u>11,362</u> | <u>203,671</u> | <u>1,920,790</u> |
| DEPRECIATION | | | | | |
| At 1st April 2020 | - | 10,300 | 953 | 178,789 | 190,042 |
| Charge for the year | <u>33,799</u> | <u>551</u> | <u>1,561</u> | <u>4,976</u> | <u>40,887</u> |
| At 31st March 2021 | <u>33,799</u> | <u>10,851</u> | <u>2,514</u> | <u>183,765</u> | <u>230,929</u> |
| NET BOOK VALUE | | | | | |
| At 31st March 2021 | 1,656,145 | 4,962 | 8,848 | 19,906 | 1,689,861 |
| At 31st March 2020 | 1,689,944 | 5,513 | 409 | 24,882 | 1,720,748 |
| 11 DEBTORS | | | | 2021 | 2020 |
| | | | | £ | £ |
| Sundry Debtors | | | | 8,382 | 20,449 |
| Prepayments | | | | <u>1,321</u> | <u>3,578</u> |
| | | | | <u>9,703</u> | <u>24,027</u> |
| 12 CREDITORS | | | | 2021 | 2020 |
| | | | | £ | £ |
| Amount falling due within one year | | | | | |
| Salaries & Wages | | | | 2,525 | 1,459 |
| Sundry Creditors | | | | 17,074 | 22,575 |
| Accruals | | | | - | <u>473</u> |
| | | | | <u>19,599</u> | <u>24,507</u> |

13 TAXATION

No provision for taxation has been made as the Society is a registered charity.

14 GENERAL FUND

As the Charity is an un-incorporated entity, the liabilities of trustees are unlimited.