

# IBAD-UR-RAHMAN TRUST

England & Wales · Charity number 512616

## Details

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**Status** Registered

**Legal form** Other

**Registered** 1982-05-24

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

## Contact

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**Address** Anwaar Ul haramaine Jame' Masjid  
3 Woodlands Road  
Crumpsall  
Manchester  
M8 9LF

**Phone** 01617403696

**Email** [info@manchestermasjid.co.uk](mailto:info@manchestermasjid.co.uk)

**Website** [www.manchestermasjid.co.uk](http://www.manchestermasjid.co.uk)

## Activities

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**Objects:** FOR THE BENEFIT OF THE PUBLIC IN MANCHESTER WITH THE OBJECT OF PROVIDING A MOSQUE AND CULTURAL CENTRE FOR ADVANCING THE ISLAMIC RELIGION ADVANCING EDUCATION IN ISLAMIC TRADITIONS HISTORY LANGUAGE LITERATURE AND IN SUCH OTHER WAYS AS THE TRUSTEES SHALL THINK FIT.

**Activities:** To provide a place of worship for the Muslim population of Manchester. To establish an educational centre for Islamic teaching. To assist in the provision of marriage and funeral ceremonies in accordance with Islamic law. To establish an information centre for the study of Muslim thought.

## Classification

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- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities, Amateur Sport, Other Charitable Purposes
- **Who:** Children/young People, Elderly/old People, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies

## Geography

- **Area of benefit:** MANCHESTER
- Manchester City
- Salford City

## Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£908,675	£891,353	£7,866,735	37
2024-03-31	£813,859	£896,076	£7,849,413	39
2023-03-31	£822,132	£604,361	£7,931,630	33
2022-03-31	£991,115	£498,154	£7,713,859	31
2021-03-31	£741,366	£392,870	£7,220,898	29

## Trustees

Name	Role	Appointed
Dawood Fozdar		2017-11-01
GHULAM HASSAN		2017-02-16
IRFAN HANIF		
KHADIM HUSSAIN		
Moin Azmi		2022-11-18

**IBAD-UR-RAHMAN TRUST**

England & Wales - Charity number 512616

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# Accounts

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**Trustees' Report and**  
**Audited Financial Statements for the Year Ended 31 March 2025**  
**for**  
**Ibad-Ur-Rahman Trust**

**Ibad-Ur-Rahman Trust**

**Contents of the Financial Statements  
for the Year Ended 31 March 2025**

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**Ibad-Ur-Rahman Trust**  
**Trustees' Report**  
**for the Year Ended 31 March 2025**

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The trust was registered as a charity 24 May 1982 and it is governed by a trust deed dated 9 March 1982, amended 14 September 2012.

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

**Ibad-Ur-Rahman Trust**

**Trustees' Report**  
**for the Year Ended 31 March 2025**

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**OBJECTIVES AND ACTIVITIES**

**Public benefit**

The Trust was established for the benefit of the public in Manchester. The main objectives of the Trust are:

- To establish a mosque to provide a place of worship for the Muslim population of Manchester and surrounding areas
- To establish an education centre to provide Islamic teachings to children and adults.
- To establish an information and research centre for the study and dissemination of Muslim thought.
- To assist Muslims in arranging marriage and funeral ceremonies in accordance with Islamic law and the land.

**Grantmaking**

The trustees consider grant making an effective means of delivering aid using local charities. Such charities have experience, access to facilities, expertise, staff and other resources which will make them better placed to deliver aid in a more effective manner.

Examples of where aid has been delivered in this manner include, Tsunami affected areas, South Asian Earthquake areas and other natural disaster areas as well as those areas where poverty exists. This has been delivered via established and recognised charities such as, Muslim Hands, Islamic Relief and the World Islamic Mission Welfare Trust.

No such grants have been made during the current or prior year.

**Voluntary help and gifts in kind**

The Trustees are very grateful to the users of the mosque who give voluntary donations to further the aims of the Trust. All the money collected by the Trust arises from the weekly collection after Friday Juma Prayer and collection on special occasions such as Ramadan and Eid. The Trust is also helped by volunteers who give their time on Fridays to assist with collecting donations and help the administration with general duties like cleaning and getting the mosque ready for the Friday prayers.

**Activities**

The activities of the Trust include:

- Providing a place of worship for the five daily congregational prayers, weekly Friday Juma Prayer, Eid Prayer, Ramadan Prayers and other Holy periods.
- Providing a supplementary school for the education of children and adults in Islamic Studies, Quranic Studies, Arabic language and Urdu language.
- Carry out marriage, funeral and other services in accordance with Islamic traditions.
- Providing a mortuary where the body of the deceased can be kept in accordance with Islamic law.
- Providing a ritual washing facility where the body of the deceased can be prepared for burial in accordance with Islamic law.
- Providing help and advice for families of the deceased.
- Providing sporting and recreational activities for the young people who use the mosque.
- Providing holiday play schemes for local children.
- Collecting donations of food, clothing and money for charitable acts such as the Pakistan Earthquake Appeal.
- Collecting donations for the upkeep and running of the mosque and its activities
- Engendering good relationships with members of other faith communities

**Ibad-Ur-Rahman Trust**

**Trustees' Report**  
**for the Year Ended 31 March 2025**

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**ACHIEVEMENTS AND PERFORMANCE**

**Manchester Muslim College**

In February 2017 the Trust secured the purchase of the leasehold for the adjacent building vacated by the Probation Service. The Trust was waiting for the City Council, who own the Freehold, to agree to a change of use from Probation Services to Community and Educational services, before taking possession of the building. The change in the use was agreed and the actual completion took place in June 2018 with the change in use agreed by the council in April 2019. The Trust has established the Manchester Muslim College (MMC) in the Probation Office Building. The aim of MMC is to train Imams who are resident in this country and have a good grasp of English. This is a five year course and successful students will graduate as Imams and will be given the title Maulana (Male) and Alimah (Female).

For the financial year ended 31 March 2025, Manchester Muslim College had 139 students studying a varying range of full time, part time, evening and weekend courses.

The trustees have also consolidated the management of Manchester Muslim College by appointing a new principal and manager to run the college.

**The New Mosque Building**

The main Mosque building has been replaced with a larger, modern and more impressive building. Internally the mosque was completed in early 2024, and has been fully opened to the public since. The mosque is now known as Anwaar Ul Haramain Jamé Masjid Manchester.

Further work was undertaken during the year to improve the external areas of the mosque, including the installation of paving and lawn to enhance the finished look of the complex. Work has also started on the ladies entrance area to the mosque, to bring it in line with the external facade of the new building.

**Sisters Study Circle at North Manchester Jamia Masjid**

The Sisters Study Circle (SSC) is brought about by the need for structured activities for women and children in the local Muslim community of Cheetham Hill.

The SSC first started meeting in February 2009 on Saturday mornings and since then they have continued to gather weekly to:

- ensure the well being of Muslim women and children in the community
- to refresh knowledge and learn more about our faith
- to assist each other in developing self-confidence and self-respect
- to enable each other to deal with issues faced by Muslim women
- to share experiences
- parenting course held for local parents.

The study circle starts with the recitation of a verse from the Holy Quran and then moves on to a short story aimed at the younger children. This is followed by a talk on a topic of interest by one of the sisters, and at the end all sisters are invited to discuss, offer their opinions and ask questions. The programme is ended by sisters joining together to recite Nasheed, Dhikr and Salaam.

The SSC has also organised programmes for the wider community such as annual Eid Milaad-un-Nabi (Birthday of the Prophet Mohammad Peace be upon him) programmes and Eid parties which are very successful.

In the new mosque building, the annual Eid Milaad-un-Nabi programme was attended by close to 1,000 women. Nasheeds are recited by children who study at the Mosque's evening school and by the SSC sisters. Inspiring speeches are given by invited guests and food is provided at the end of the programme.

**Ibad-Ur-Rahman Trust**

**Trustees' Report**  
**for the Year Ended 31 March 2025**

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SSC also hold fundraising Eid Parties, with all donations to the masjid. The event includes a bouncy castle and games and activities for children and hot food and snacks are available throughout the day at the numerous food stalls. There are stalls, selling arts and crafts, jewellery, shawls and scarves, bags and shoes, books and CDs and much more. An auction of donated items generously provided by local businesses and individuals is also held towards the end of the programme. The SSC raised several thousand pounds for the Trust during this financial year through the Gaza appeal, Ramadan and weekly donations.

We hope to continue with these events on an expanded basis in the new mosque building in forthcoming years as well as arranging events such as picnic in the-park and day trips to local places of interest such as seaside resorts and amusement parks. In addition to holding Eid prayers in the Mosque, prayers were said in a local park (Heaton Park, Manchester).

**Supplementary School**

The Supplementary School has grown from strength to strength. We now have over 150 children who attend classes in Islamic studies, Quranic studies and modern foreign languages such as Urdu and Arabic. They attend the school from 5.00pm to 7.00pm each weekday. A new uniform has been introduced to give the children a sense of pride and belonging.

25 part time teachers are employed teach the children. Regular training is provided to the teachers by our Head Imam and they have also attended safe-guarding training provided by the Local Authority. Additionally, the teachers also attended classroom management training in the year.

**Other services**

The Trust continues to run 'The Friendship and Wellbeing Group' programme every Tuesday for Ladies and every Wednesday for men. The Trust has also started various community-based activities for the local community.

**Ibad-Ur-Rahman Trust**

**Trustees' Report**  
**for the Year Ended 31 March 2025**

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**FINANCIAL REVIEW**

For the year ended 31 March 2025 the total incoming resources amounted to £908,675 (2024: £813,859). Of this income £825,084 was received by way of donations, with £31,090 classified as restricted funds being donated specifically in response to disaster appeal, zakat and development of the mosque. The balance is unrestricted and undesignated. Resources expended totalled £891,353 compared to £896,076 in 2024.

Net surplus for the year was £17,322 (2024: deficit £82,217).

**Reserves policy and financial policy**

The trustees have examined the need for free reserves i.e. those unrestricted not invested in tangible assets, designated for specific purposes or otherwise committed. The Trustees consider that, given the nature of the charity's work and its commitment, the level of free reserves should be such as will enable the charity to meet its commitments for the foreseeable future.

The statement of financial position shows total reserves of £7,866,735. Of this, £2,482,904 is represented by unrestricted funds which is for the support of the charity objectives.

**Going concern**

The trustees aim to ensure the organisation has sufficient funds to cover at least 6-9 months of operational expenditure, with the organisation retaining £534,863 of funds at bank on 31/12/2025. Moreover, after considering the role of Ibad-Ur-Rahman Trust within the wider community and the regular donations the organisation receives for charitable services rendered, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Accordingly, the financial statements have been prepared on the going concern basis.

**Plans for future periods**

The Trustees plan to:

- Continue to meet the needs of the growing Muslim community in North Manchester, through an expansion of our existing service offerings such as events, educational services, congregational activities and family related services.
- Review the management structure of the Trust to bring in new expertise.
- Have created a link between the Annex Building and the main building to provide more space for larger congregations.
- Build retail or office premises on land owned by the Trust. Rental income from the premises will be a regular source of income for the Trust. Plot of land leased to food outlet.
- Conclude the remaining work on the external areas of the masjid complex as well as completion of the new ladies entries facade.

## **Ibad-Ur-Rahman Trust**

### **Trustees' Report** **for the Year Ended 31 March 2025**

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#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The charity is controlled by its governing document, a trust deed dated 9 March 1982, amended on 14 September 2012.

##### **Organisational structure**

The original Trust deed allows for a maximum of 5 trustees.

The powers and duties of the Trustees are clearly outlined in the trust deed. The Trust is based at Anwaar ul Haramain Jamé Masjid Manchester, 3 Woodlands Rd, Cheetham Hill, Manchester, M8 9LF.

The Trust now has 4 full time employees (Chief Imam, Trust Manager, an office administrator/caretaker and a janitor) and 3 part time Assistant Imams, 25 part time teachers of Islamic Studies, Arabic and Urdu and 1 part time caretaker/cleaner.

The Trust has set up a management committee of 31 members to help with organisational tasks. This management committee is divided into sub-committees, namely:

- Religious Affairs
- Finance/Accounts
- Education/Sports/Leisure
- Building Maintenance/Security
- Cultural/festival/catering

These sub-committees have clearly defined roles and responsibilities and their activities are closely monitored by the Trustees. Each sub-committee is headed by one of the Trustees. Decisions need to be ratified by the Trustees.

##### **Trustees' responsibilities**

The trust deed requires that the trustees keep proper books of account and records showing all receipts and payments and containing all such records as may be appropriate to the running of the trust. In addition, trustees must:

- Select suitable accounting policies and apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- Follow applicable accounting standards disclosing any disparities in the accounts, and prepare the accounts on a going concern basis unless it is inappropriate to assume that the trust will continue to operate.

The trustees have also complied with their duties under section 4 of the Charities Act 2011 regarding public benefit requirement by defining the charities' objectives (Page 1) as for the public benefit and ensuring the activities undertaken during the year meet those objectives.

##### **Recruitment and appointment of trustees**

The existing trustees are responsible for the recruitment of new trustees, but in so doing the trustees seek the views of the wider community. The trustees believe this approach ensures that new trustees are respected members of the faith and local communities and ensures that good relations are fostered between the Mosque and the people of the local community served.

In selecting new trustees, the trustees seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees' meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

**Ibad-Ur-Rahman Trust**  
**Trustees' Report**  
**for the Year Ended 31 March 2025**

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**Induction and training of trustees**

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and advised of the policies and procedures adopted by our charity. A number of publications from the Charity Commission are also provided, including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees' meetings.

**Risk management**

In line with the requirement for trustees to undertake a risk assessment exercise and identify key risks the trust faces in England and Wales, the trustees have reviewed the measures in place, or needing to put in place, to deal with these risks. There are three main areas of risk that has been identified by the trustees.

- Governance and management
- Operational
- Reputational

Governance and management - this looks at the risks of the charity arising from lack of direction, at the skills and training of its members and staff, and the good use of its resources.

The powers and duties of the trustees are clearly set out in the trust deed. The management committee members help with the organisational tasks and their role and responsibilities are closely monitored by the trustees. The extension of the building to cater for funeral facilities and building of a car park are one of many steps undertaken to reflect good use of resources.

Operational - this looks at the risks inherent in the charity's activities including the process of collecting donations, the unsuitability of buildings, poor maintenance, short-comings in the services provided, poor health and safety, lack of a disaster recovery policy etc.

Donations collected during the week are kept in a secured 'safe' and banked promptly by designated trustee. A separate record is made for any donations collected for a specific purpose and maintained by a designated trustee.

There are security alarms, fire alarms and a CCTV system in place within and around the mosque to ensure maximum safety and security of the property, personnel and congregation on a continuous basis.

Reputational - this looks at possible damage to the charity's reputation that can arise from mis-use of donated income, recruitment of non qualified Imams or lecturers etc.

Having a formal recruitment process in place will ensure that quality of service is maintained by the charity.

**Ibad-Ur-Rahman Trust**

**Trustees' Report**  
**for the Year Ended 31 March 2025**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

512616

**Principal address**

North Manchester Jamia Mosque  
(Ibad-Ur-Rahman Trust)  
3 Woodlands Road  
Cheetham Hill  
Manchester  
M8 9LF

**Trustees**

M Azmi  
K Hussain  
I Hanif  
G Hassan  
D Fozdar

**Accountants**

Isaacs Accountants  
Trust House  
St James Business Park  
5 New Augustus Street  
Bradford  
BD1 5LL

**Auditors**

KJA Kilner Johnson Ltd  
Statutory Auditors  
Woodland House  
Woodland Park  
Cleckheaton  
West Yorkshire  
BD19 6BW

**Bankers**

United National Bank Ltd  
Unit 4, Cheetham Hill Shopping Center  
40 Bury Old Road  
Manchester  
M8 5EL

**Ibad-Ur-Rahman Trust**  
**Trustees' Report**  
**for the Year Ended 31 March 2025**

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**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

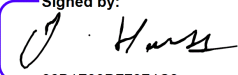
The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including income and expenditure, of charity for that period. In preparing those financial statements, the trustees are required to

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

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

Approved by order of the board of trustees on 30/01/2026 and signed on its behalf by:

Signed by:  
  
.....66B4F00D77074C3.....  
G Hassan - Trustee

**Report of the Independent Auditors to the Trustees of  
Ibad-Ur-Rahman Trust**

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**Opinion**

We have audited the financial statements of Ibad-Ur-Rahman Trust (the 'charity') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

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

**Conclusions relating to going concern**

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

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

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

**Other matters**

In line with ISA 710 and our requirements as statutory auditors, we state the fact that the prior period figures were audited by the predecessor auditor. We have performed audit procedures to obtain sufficient appropriate audit evidence that the opening balances do not contain misstatements that materially affect the current period's financial statements.

**Other information**

The other information comprises the information included in the trustees' annual report<sup>2</sup>, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Report of the Independent Auditors to the Trustees of  
Ibad-Ur-Rahman Trust**

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**Matters on which we are required to report by exception**

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement [set out on page ...], the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Report of the Independent Auditors to the Trustees of  
Ibad-Ur-Rahman Trust**

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**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

While planning our audit, we have enquired of management and those charged with governance around any actual or potential litigation and claims against the company for non-compliance with specific laws and regulations. The same has been done in respect of any instances of fraud or irregularities. The responses received have been communicated with the engagement team at the planning stage.

We have not been informed of any specific laws or regulatory related issues that could materially impact the financial statements in addition to this, there has been no suspected fraud or irregularities reported to us.

While planning our audit the engagement partner selected appropriately trained staff to be engaged in the audit and the team are allocated based on their competence and capabilities.

The audit work undertaken is a substantive work based audit approach, reviewing to source documentation where appropriate and includes a review and walkthrough of the systems which management have put in place. These tests are directional. Therefore, they are designed in a way to maximise audit effectiveness and the possible identification of any material fraud, irregularities, or instances of systems and procedure breaches. Our testing did not identify any issues that require additional reporting.

These tests and other areas of our audit work are designed to enhance our ability to detect cases of material fraud and certain irregularities. It should be noted that our audit is carried out using a material based approach and therefore does not test every transaction, as such it would not detect all instances of irregularities and specifically fraud which is inherently more difficult to detect.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Trustees of**  
**Ibad-Ur-Rahman Trust**

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**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Signed by:

*KJA Kilner Johnson Limited*

3B3F7053D279441...

KJA Kilner Johnson Ltd  
Woodland House  
Woodland Park  
Bradford Road  
Cleckheaton  
BD19 6BW

31/01/2026

Date: .....

**Ibad-Ur-Rahman Trust****Statement of Financial Activities**  
**for the Year Ended 31 March 2025**

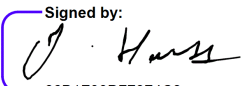
	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
<b>INCOME FROM</b>					
Donations and legacies	4	793,994	31,090	825,084	722,456
<b>Charitable activities</b>	6				
Education		60,722	-	60,722	78,565
Investment income	5	22,869	-	22,869	12,838
<b>Total</b>		<b>877,585</b>	<b>31,090</b>	<b>908,675</b>	<b>813,859</b>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	7				
Staff costs		286,767	-	286,767	267,008
Establishment costs		131,259	-	131,259	131,926
Donations		-	150	150	45,996
Education and guest speakers		135,753	-	135,753	112,549
Governance costs		10,732	-	10,732	9,635
Depreciation		90,634	236,058	326,692	328,962
<b>Total</b>		<b>655,145</b>	<b>236,208</b>	<b>891,353</b>	<b>896,076</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>222,440</b>	<b>(205,118)</b>	<b>17,322</b>	<b>(82,217)</b>
<b>Transfers between funds</b>	15	<b>(36,503)</b>	<b>36,503</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>185,937</b>	<b>(168,615)</b>	<b>17,322</b>	<b>(82,217)</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		2,296,967	5,552,446	7,849,413	7,931,630
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>2,482,904</b>	<b>5,383,831</b>	<b>7,866,735</b>	<b>7,849,413</b>

The notes form part of these financial statements

**Ibad-Ur-Rahman Trust****Balance Sheet**  
**31 March 2025**

	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	12	2,002,829	5,353,391	7,356,220	7,645,909
<b>CURRENT ASSETS</b>					
Debtors	13	67,505	-	67,505	7,832
Cash at bank and in hand		486,846	30,440	517,286	267,366
		554,351	30,440	584,791	275,198
<b>CREDITORS</b>					
Amounts falling due within one year	14	(74,276)	-	(74,276)	(71,694)
<b>NET CURRENT ASSETS</b>		480,075	30,440	510,515	203,504
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		2,482,904	5,383,831	7,866,735	7,849,413
<b>NET ASSETS</b>		2,482,904	5,383,831	7,866,735	7,849,413
<b>FUNDS</b>	15				
Unrestricted funds				2,482,904	2,296,967
Restricted funds				5,383,831	5,552,446
<b>TOTAL FUNDS</b>				7,866,735	7,849,413

The financial statements were approved by the Board of Trustees and authorised for issue on 30/01/2026  
and were signed on its behalf by:

Signed by:  
  
 66B1F00D77074C2.....  
 G Hassan - Trustee

The notes form part of these financial statements

**Ibad-Ur-Rahman Trust**  
**Cash Flow Statement**  
**for the Year Ended 31 March 2025**

	Notes	2025 £	2024 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>264,055</u>	<u>235,952</u>
Net cash provided by operating activities		<u>264,055</u>	<u>235,952</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		<u>(37,004)</u>	(329,624)
Investment income received		<u>22,869</u>	<u>12,838</u>
Net cash used in investing activities		<u>(14,135)</u>	<u>(316,786)</u>
<b>Change in cash and cash equivalents in the reporting period</b>			
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>249,920</u>	(80,834)
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>267,366</u>	<u>348,200</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>517,286</u>	<u>267,366</u>

The notes form part of these financial statements

**Ibad-Ur-Rahman Trust****Notes to the Cash Flow Statement  
for the Year Ended 31 March 2025****1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	<b>2025</b>	2024
	<b>£</b>	£
<b>Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)</b>	<b>17,322</b>	(82,217)
<b>Adjustments for:</b>		
Depreciation charges	<b>326,692</b>	328,962
Investment income received	<b>(22,869)</b>	(12,838)
Increase in debtors	<b>(59,673)</b>	(6,276)
Increase in creditors	<b>2,583</b>	8,321
<b>Net cash provided by operations</b>	<b>264,055</b>	235,952

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.4.24	Cash flow	At 31.3.25
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	<b>267,366</b>	<b>249,920</b>	<b>517,286</b>
	<b>267,366</b>	<b>249,920</b>	<b>517,286</b>
<b>Total</b>	<b>267,366</b>	<b>249,920</b>	<b>517,286</b>

The notes form part of these financial statements

## **Ibad-Ur-Rahman Trust**

### **Notes to the Financial Statements for the Year Ended 31 March 2025**

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#### **1. LEGAL STATUS**

Ibad-Ur-Rahman trust is regulated by charity commission since registration on 24 May 1982.

#### **2. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

The financial statements have been prepared in accordance with the Trust's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

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

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

##### **Income**

Income is recognised when the Trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

##### **Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

##### **Governance costs**

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

**Ibad-Ur-Rahman Trust**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2025**

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**2. ACCOUNTING POLICIES - continued**

**Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Straight line over 25 years
Leasehold land and buildings	Straight line over 65 years
Fixtures and fittings	25% on reducing balance

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

**Impairment of fixed assets**

At each reporting end date, the Trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. In this case the reserves represent monies held for the development of the mosque and monies held for specific charitable work.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Pension costs and other post-retirement benefits**

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term liquid investments with original maturities of three months or less.

**Financial instruments**

The Trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument.

**Ibad-Ur-Rahman Trust****Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2025****2. ACCOUNTING POLICIES - continued**

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

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

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

**4. DONATIONS AND LEGACIES**

	<b>2025</b>	2024
	<b>£</b>	£
Donations	<b>793,994</b>	481,814
Grants	-	13,692
Zakat	<b>1,900</b>	30,500
Fundraising	<b>28,690</b>	2,535
Donated services and facilities	<b>500</b>	193,915
	<b>825,084</b>	722,456

Grants received, included in the above, are as follows:

	<b>2025</b>	2024
	<b>£</b>	£
Other grants	-	13,692

**Ibad-Ur-Rahman Trust****Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025****5. INVESTMENT INCOME**

	<b>2025</b>	2024
	<b>£</b>	£
Rental income	<b>22,869</b>	12,838

**6. INCOME FROM CHARITABLE ACTIVITIES**

	<b>2025</b>	2024
	<b>£</b>	£
Education	<b>60,722</b>	78,565

**7. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 8) £	Totals £
Staff costs	<b>286,767</b>	-	<b>286,767</b>
Establishment costs	<b>131,259</b>	-	<b>131,259</b>
Donations	<b>150</b>	-	<b>150</b>
Education and guest speakers	<b>135,753</b>	-	<b>135,753</b>
Governance costs	-	<b>10,732</b>	<b>10,732</b>
Depreciation	<b>326,692</b>	-	<b>326,692</b>
	<b>880,621</b>	<b>10,732</b>	<b>891,353</b>

**8. SUPPORT COSTS**

Governance costs	Governance costs £ <b>10,732</b>
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**9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

**Ibad-Ur-Rahman Trust****Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2025****10. STAFF COSTS**

Staff costs for the year were £286,767 (2024: £267,008). These comprised wages and salaries of £247,166 (2024: £258,674), social security costs of £35,496 (2024: £6,560) and other pension costs of £4,105 (2024: £1,774).

The average monthly number of employees during the year was 37 (2024: 39).

No employees received emoluments in excess of £60,000.

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME FROM</b>			
Donations and legacies	495,506	226,950	722,456
<b>Charitable activities</b>			
Education	78,565	-	78,565
Investment income	12,838	-	12,838
<b>Total</b>	<u>586,909</u>	<u>226,950</u>	<u>813,859</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Staff costs	267,008	-	267,008
Establishment costs	131,926	-	131,926
Donations	12,961	33,035	45,996
Education and guest speakers	112,549	-	112,549
Governance costs	9,635	-	9,635
Depreciation	94,280	234,682	328,962
<b>Total</b>	<u>628,359</u>	<u>267,717</u>	<u>896,076</u>
<b>NET INCOME/(EXPENDITURE)</b>	(41,450)	(40,767)	(82,217)
<b>Transfers between funds</b>	(130,070)	130,070	-
<b>Net movement in funds</b>	(171,520)	89,303	(82,217)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	2,468,487	5,463,143	7,931,630
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>2,296,967</u></u>	<u><u>5,552,446</u></u>	<u><u>7,849,413</u></u>

**Ibad-Ur-Rahman Trust****Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025****12. TANGIBLE FIXED ASSETS**

	Freehold property £	Long leasehold £	Fixtures and fittings £	Totals £
<b>COST</b>				
At 1 April 2024	8,265,724	401,697	120,650	8,788,071
Additions	37,004	-	-	37,004
At 31 March 2025	8,302,728	401,697	120,650	8,825,075
<b>DEPRECIATION</b>				
At 1 April 2024	1,016,479	30,900	94,783	1,142,162
Charge for year	314,046	6,180	6,467	326,693
At 31 March 2025	1,330,525	37,080	101,250	1,468,855
<b>NET BOOK VALUE</b>				
At 31 March 2025	6,972,203	364,617	19,400	7,356,220
At 31 March 2024	7,249,245	370,797	25,867	7,645,909

Included within Freehold Property is land of £448,999 (2024: £448,999) which is not being depreciated.

**13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2025 £	2024 £
Other debtors	65,984	-
Prepayments	1,521	7,832
	67,505	7,832

**Ibad-Ur-Rahman Trust****Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025****14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>2025</b>	2024
	<b>£</b>	£
Trade creditors	<b>8,751</b>	2,400
Taxation and social security	<b>2,873</b>	20,112
Other creditors	<b>62,652</b>	49,182
	<b>74,276</b>	71,694

**15. MOVEMENT IN FUNDS**

	At 1.4.24	Net movement in funds	Transfers between funds	At 31.3.25
	£	£	£	£
<b>Unrestricted funds</b>				
Unrestricted funds	<b>2,296,967</b>	<b>222,440</b>	<b>(36,503)</b>	<b>2,482,904</b>
<b>Restricted funds</b>				
Zakat	-	<b>1,750</b>	-	<b>1,750</b>
Fund raising	-	<b>28,690</b>	-	<b>28,690</b>
Building development appeal	-	<b>500</b>	<b>(500)</b>	-
Building development expensed	<b>5,552,446</b>	<b>(236,058)</b>	<b>37,003</b>	<b>5,353,391</b>
	<b>5,552,446</b>	<b>(205,118)</b>	<b>36,503</b>	<b>5,383,831</b>
<b>TOTAL FUNDS</b>	<b>7,849,413</b>	<b>17,322</b>	<b>-</b>	<b>7,866,735</b>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Unrestricted funds</b>			
Unrestricted funds	<b>877,585</b>	<b>(655,145)</b>	<b>222,440</b>
<b>Restricted funds</b>			
Zakat	<b>1,900</b>	<b>(150)</b>	<b>1,750</b>
Fund raising	<b>28,690</b>	-	<b>28,690</b>
Building development appeal	<b>500</b>	-	<b>500</b>
Building development expensed	-	<b>(236,058)</b>	<b>(236,058)</b>
	<b>31,090</b>	<b>(236,208)</b>	<b>(205,118)</b>
<b>TOTAL FUNDS</b>	<b>908,675</b>	<b>(891,353)</b>	<b>17,322</b>

**Ibad-Ur-Rahman Trust****Notes to the Financial Statements - continued  
for the Year Ended 31 March 2025****15. MOVEMENT IN FUNDS - continued****Comparatives for movement in funds**

	At 1.4.23 £	Net movement in funds £	Transfers between funds £	At 31.3.24 £
<b>Unrestricted funds</b>				
Unrestricted funds	2,468,487	(41,450)	(130,070)	2,296,967
<b>Restricted funds</b>				
Building development appeal	-	193,915	(193,915)	-
Building development expensed	5,463,143	(234,682)	323,985	5,552,446
	<u>5,463,143</u>	<u>(40,767)</u>	<u>130,070</u>	<u>5,552,446</u>
<b>TOTAL FUNDS</b>	<u>7,931,630</u>	<u>(82,217)</u>	<u>-</u>	<u>7,849,413</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
Unrestricted funds	586,909	(628,359)	(41,450)
<b>Restricted funds</b>			
Zakat	30,500	(30,500)	-
Fund raising	2,535	(2,535)	-
Building development appeal	193,915	-	193,915
Building development expensed	-	(234,682)	(234,682)
	<u>226,950</u>	<u>(267,717)</u>	<u>(40,767)</u>
<b>TOTAL FUNDS</b>	<u>813,859</u>	<u>(896,076)</u>	<u>(82,217)</u>

**Ibad-Ur-Rahman Trust****Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2025****15. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.23 £	Net movement in funds £	Transfers between funds £	At 31.3.25 £
<b>Unrestricted funds</b>				
Unrestricted funds	2,468,487	180,990	(166,573)	2,482,904
<b>Restricted funds</b>				
Zakat	-	1,750	-	1,750
Fund raising	-	28,690	-	28,690
Building development appeal	-	194,415	(194,415)	-
Building development expensed	5,463,143	(470,740)	360,988	5,353,391
	<u>5,463,143</u>	<u>(245,885)</u>	<u>166,573</u>	<u>5,383,831</u>
<b>TOTAL FUNDS</b>	<u>7,931,630</u>	<u>(64,895)</u>	<u>-</u>	<u>7,866,735</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
Unrestricted funds	1,464,494	(1,283,504)	180,990
<b>Restricted funds</b>			
Zakat	32,400	(30,650)	1,750
Fund raising	31,225	(2,535)	28,690
Building development appeal	194,415	-	194,415
Building development expensed	-	(470,740)	(470,740)
	<u>258,040</u>	<u>(503,925)</u>	<u>(245,885)</u>
<b>TOTAL FUNDS</b>	<u>1,722,534</u>	<u>(1,787,429)</u>	<u>(64,895)</u>

**Zakat**

This restricted fund comprises of monies specifically to be used for making donations to other charities/madrasas particularly to those in India and Pakistan.

**Fund raising**

This restricted fund comprises of donations from the public for disaster appeal.

**Ibad-Ur-Rahman Trust**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2025**

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**15. MOVEMENT IN FUNDS - continued**

**Building development appeal**

This restricted fund comprises of all monies donated to the trust specifically for the construction of the mosque building.

**Building development expended**

This restricted fund comprises of all the monies that has been spent on the mosque development.

**16. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2025.

**17. ULTIMATE CONTROLLING PARTY**

The charity is controlled by the trustees in office.

**IBAD-UR-RAHMAN TRUST**

England & Wales - Charity number 512616

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# Accounts

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**Charity registration number 512616**

**Ibad-Ur-Rahman Trust**  
**Annual Report and Financial Statements**  
**For the year ended 31 March 2024**

# Ibad-Ur-Rahman Trust

## Legal and administrative information

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**Trustees**

M Azmi  
D Fozdar  
G Hassan  
K Hussain  
I Hanif

**Charity number**

512616

**Auditor**

DJH Audit Limited  
The Exchange  
5 Bank Street  
Bury  
Lancashire  
BL9 0DN

**Bankers**

United National Bank Ltd  
Unit 4,  
Cheetham Hill Shopping Centre  
40 Bury Old Road  
Manchester  
M8 5EL

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# Ibad-Ur-Rahman Trust

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# Ibad-Ur-Rahman Trust

## Trustees' report

### For the year ended 31 March 2024

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The trust was registered as a charity 24 May 1982 and it is governed by a trust deed dated 9 March 1982, amended 14 September 2012.

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

#### Objectives and activities

##### Public benefit

The Trust was established for the benefit of the public in Manchester. The main objectives of the Trust are:

- To establish a mosque to provide a place of worship for the Muslim population of Manchester and surrounding areas
- To establish an education centre to provide Islamic teachings to children and adults.
- To establish an information and research centre for the study and dissemination of Muslim thought.
- To assist Muslims in arranging marriage and funeral ceremonies in accordance with Islamic law and the land.

##### Grantmaking

The trustees consider grant making an effective means of delivering aid using local charities. Such charities have experience, access to facilities, expertise, staff and other resources which will make them better placed to deliver aid in a more effective manner.

Examples of where aid has been delivered in this manner include, Tsunami affected areas, South Asian Earthquake areas and other natural disaster areas as well as those areas where poverty exists. This has been delivered via established and recognised charities such as, Muslim Hands, Islamic Relief and the World Islamic Mission Welfare Trust.

No such grants have been made during the current or prior year.

##### Voluntary help and gifts in kind

The Trustees are very grateful to the users of the mosque who give voluntary donations to further the aims of the Trust. All the money collected by the Trust arises from the weekly collection after Friday Juma Prayer and collection on special occasions such as Ramadan and Eid. The Trust is also helped by volunteers who give their time on Fridays to assist with collecting donations and help the administration with general duties like cleaning and getting the mosque ready for the Friday prayers.

##### Activities

The activities of the Trust include:

- Providing a place of worship for the five daily congregational prayers, weekly Friday Juma Prayer, Eid Prayer, Ramadan Prayers and other Holy periods.
- Providing a supplementary school for the education of children and adults in Islamic Studies, Quranic Studies, Arabic language and Urdu language.
- Carry out marriage, funeral and other services in accordance with Islamic traditions.
- Providing a mortuary where the body of the deceased can be kept in accordance with Islamic law.
- Providing a ritual washing facility where the body of the deceased can be prepared for burial in accordance with Islamic law.
- Providing help and advice for families of the deceased.
- Providing sporting and recreational activities for the young people who use the mosque.
- Providing holiday play schemes for local children.
- Collecting donations of food, clothing and money for charitable acts such as the Pakistan Earthquake Appeal.
- Collecting donations for the upkeep and running of the mosque and its activities.
- Engendering good relationships with members of other faith communities

# **Ibad-Ur-Rahman Trust**

## **Trustees' report (continued)**

### **For the year ended 31 March 2024**

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#### **Achievements and performance**

##### **Manchester Muslim College**

In February 2017 the Trust secured the purchase of the leasehold for the adjacent building vacated by the Probation Service. The Trust was waiting for the City Council, who own the Freehold, to agree to a change of use from Probation Services to Community and Educational services, before taking possession of the building. The change in the use was agreed and the actual completion took place in June 2018 with the change in use agreed by the council in April 2019. The Trust has established the Manchester Muslim College (MMC) in the Probation Office Building. The aim of MMC is to train Imams who are resident in this country and have a good grasp of English. This is a Five year course and successful students will graduate as Imams and will be given the title Maulana (Male) and Alimah (Female).

The Trust is now running 'The Friendship and Wellbeing Group' programme every Tuesday for Ladies and Wednesday for men. The Trust has also started various community based activities for the local community.

##### **Reconstruction of the Mosque Building**

The main Mosque building has been demolished and a new larger and more impressive building has replaced it. Internally the mosque is fully complete, some external works are still to be completed. The mosque has been renamed to Anwaar Ul Haramain Jamé Masjid Manchester.

##### **Sisters Study Circle at North Manchester Jamia Masjid**

The Sisters Study Circle (SSC) is brought about by the need for structured activities for women and children in the local Muslim community of Cheetham Hill.

The SSC first started meeting in February 2009 on a Saturday morning in the North Manchester Jamia Masjid (NMJM) and since then they have continued to gather weekly to:

- ensure the well being of Muslim women and children in the community
- to refresh knowledge and learn more about our faith
- to assist each other in developing self-confidence and self-respect
- to enable each other to deal with issues faced by Muslim women
- to share experiences
- parenting course held for local parents.

The study circle starts with the recitation of a verse from the Holy Quran and then moves on to a short story aimed at the younger children. This is followed by a talk on a topic of interest by one of the sisters, and at the end all sisters are invited to discuss, offer their opinions and ask questions. The programme is ended by sisters joining together to recite Nasheed, Dhikr and Salaam.

The SSC has also organised programmes for the wider community such as annual Eid Milaad-un-Nabi (Birthday of the Prophet Mohammad Peace be upon him) programmes and Eid parties which are very successful.

Annually the Eid Milaad-un-Nabi programme is attended by over 700 women. Nasheeds are recited by children who study at the Mosque's evening school and by the SSC sisters. Inspiring speeches are given by invited guests and food is provided at the end of the programme.

SSC also hold fundraising Eid Parties. All the money raised is donated to the Mosque Redevelopment Project fund. The event includes a bouncy castle and games and activities for children and hot food and snacks are available throughout the day at the numerous food stalls. There are stalls, selling arts and crafts, jewellery, shawls and scarves, bags and shoes, books and CDs and much more. An auction of donated items generously provided by local businesses and individuals is also held towards the end of the programme. The SSC raised several thousand pounds for the Trust during this financial year.

We hope to continue with these events in forthcoming years as well as arranging events such as picnic-in-the-park and day trips to local places of interest such as seaside resorts and amusement parks. In addition to holding Eid prayers in the Mosque, prayers were said in a local park (Heaton Park, Manchester).

# Ibad-Ur-Rahman Trust

## Trustees' report (continued)

### For the year ended 31 March 2024

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#### Supplementary School

The Supplementary School has grown from strength to strength. We now have over 200 children who attend classes in Islamic studies, Quranic studies and modern foreign languages such as Urdu and Arabic. They attend the school from 5.00pm to 7.00pm each weekday. A new uniform has been introduced to give the children a sense of pride and belonging.

25 part time teachers have been taken on to teach the children. Regular training is provided to the teachers by our Imam and they have also attended safe-guarding training provided by the Local Authority. Additionally the teachers also attended the class room management training in the year.

#### Financial review

For the year ended 31 March 2024 the total incoming resources amounted to £813,859 (2023: £822,132). Of this income £722,456 was received by way of donations, with £226,950 classified as restricted funds being donated specifically in response to an appeal for the development of the Mosque and Zakat. The balance is unrestricted and undesignated. Resources expended totalled £896,076 compared to £604,361 in 2023.

Net deficit for the year was £82,217 (2023: surplus £217,771).

#### Reserves policy and financial policy

The trustees have examined the need for free reserves i.e. those unrestricted not invested in tangible assets, designated for specific purposes or otherwise committed. The Trustees consider that, given the nature of the charity's work and its commitment, the level of free reserves should be such as will enable the charity to meet its commitments for the foreseeable future.

The statement of financial position shows total reserves of £7,849,413. Of this, £2,296,967 is represented by unrestricted funds which is for the support of the charity objectives.

#### Going concern

After considering the role of Ibad-Ur-Rahman within the wider community and risk management, the Trustees have reasonable expectation that the trust have adequate resources and cash flows to meet their spending commitments for the foreseeable future. Weekly donations continue to exceed ongoing running costs of the charity. Accordingly, they continue to adopt the going concern basis of accounting in preparing the financial statements.

#### Plans for future periods

The Trustees plan to:

- Continue to meet the needs of the growing Muslim community by offering services that are identified by the community.
- Review the management structure of the Trust to bring in new expertise.
- Have created a link between the Annex Building and the main building to provide more space for larger congregations
- Build retail or office premises on land owned by the Trust. Rental income from the premises will be a regular source of income for the Trust. Plot of land leased to food outlet.
- A second floor has been added to the Annex Building in preparation for the re-development of the main Mosque building. This has increased the capacity of this building to over 1,000 worshippers. During the reconstruction of the main Mosque building, two congregational prayers will be held on Fridays.
- The work started on building a larger mosque in October 2015. Internal work is now complete, some external work still to be completed.
- Trustees are planning to renovate the Annex building.

#### Structure, governance and management

##### *Governing document*

The charity is controlled by its governing document, a trust deed dated 9 March 1982, amended on 14 September 2012.

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# Ibad-Ur-Rahman Trust

## Trustees' report (continued)

### For the year ended 31 March 2024

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#### *Trustees' responsibilities*

The trust deed requires that the trustees keep proper books of account and records showing all receipts and payments and containing all such records as may be appropriate to the running of the trust. In addition, trustees must:

- Select suitable accounting policies and apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- Follow applicable accounting standards disclosing any disparities in the accounts, and prepare the accounts on a going concern basis unless it is inappropriate to assume that the trust will continue to operate.

The trustees have also complied with their duties under section 4 of the Charities Act 2011 regarding public benefit requirement by defining the charities' objectives (Page 1) as for the public benefit and ensuring the activities undertaken during the year meet those objectives.

M Azmi

D Fozdar

G Hassan

K Hussain

I Hanif

#### *Recruitment and appointment of trustees*

The existing trustees are responsible for the recruitment of new trustees, but in so doing the trustees seek the views of the wider community. The trustees believe this approach ensures that new trustees are respected members of the faith and local communities and ensures that good relations are fostered between the Mosque and the people of the local community served.

In selecting new trustees, the trustees seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees' meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

#### *Organisational structure*

The original Trust deed allows for a maximum of 5 trustees.

The powers and duties of the Trustees are clearly outlined in the trust deed. The Trust is based at Anwaar ul Haramain Jamé Masjid Manchester, 3 Woodlands Rd, Cheetham Hill, Manchester, M8 9LF.

The Trust now has 4 full time employees (Chief Imam, Trust Manager, an office administrator/caretaker and a janitor) and 3 part time Assistant Imams, 24 part time teachers of Islamic Studies, Arabic and Urdu and 1 part time caretaker/cleaner.

The Trust has set up a management committee of 31 members to help with organisational tasks. This management committee is divided into sub-committees, namely:

- Religious Affairs
- Finance/Accounts
- Education/Sports/Leisure
- Building Maintenance/Security
- Cultural/festival/catering

These sub-committees have clearly defined roles and responsibilities and their activities are closely monitored by the Trustees. Each sub-committee is headed by one of the Trustees. Decisions need to be ratified by the Trustees.

# Ibad-Ur-Rahman Trust

## Trustees' report (continued)

### For the year ended 31 March 2024

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#### *Induction and training of trustees*

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and advised of the policies and procedures adopted by our charity. A number of publications from the Charity Commission are also provided, including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees' meetings.

#### *Risk management*

In line with the requirement for trustees to undertake a risk assessment exercise and identify key risks the trust faces in England and Wales, the trustees have reviewed the measures in place, or needing to put in place, to deal with these risks. There are three main areas of risk that has been identified by the trustees.

- Governance and management
- Operational
- Reputational

Governance and management - this looks at the risks of the charity arising from lack of direction, at the skills and training of its members and staff, and the good use of its resources.

The powers and duties of the trustees are clearly set out in the trust deed. The management committee members help with the organisational tasks and their role and responsibilities are closely monitored by the trustees. The extension of the building to cater for funeral facilities and building of a car park are one of many steps undertaken to reflect good use of resources.

Operational - this looks at the risks inherent in the charity's activities including the process of collecting donations, the unsuitability of buildings, poor maintenance, short-comings in the services provided, poor health and safety, lack of a disaster recovery policy etc.


Donations collected during the week are kept in a secured 'safe' and banked promptly by designated trustee. A separate record is made for any donations collected for a specific purpose and maintained by a designated trustee.

There are security alarms, fire alarms and a CCTV system in place within and around the mosque to ensure maximum safety and security of the property, personnel and congregation on a continuous basis.

Reputational - this looks at possible damage to the charity's reputation that can arise from mis-use of donated income, recruitment of non qualified Imams or lecturers etc.

Having a formal recruitment process in place will ensure that quality of service is maintained by the charity.

Approved by order of the board of trustees and signed on its behalf by:

  
.....  
G Hassan  
**Trustee**

Date: ..... 30/01/25 .....

# Ibad-Ur-Rahman Trust

## Statement of trustees' responsibilities

For the year ended 31 March 2024

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

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including income and expenditure, of charity for that period. In preparing those financial statements, the trustees are required to

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

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

Approved by order of the board of trustees on .....30/01/2025..... and signed on its behalf by:

  
.....  
G Hassan - Trustee

# Ibad-Ur-Rahman Trust

## Independent auditor's report

### To the Trustees of Ibad-Ur-Rahman Trust

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#### Opinion

We have audited the financial statements of Ibad-Ur-Rahman Trust (the 'Trust') for the year ended 31 March 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

#### Basis for opinion

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

#### Conclusions relating to going concern

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

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

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

#### Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

# **Ibad-Ur-Rahman Trust**

## **Independent auditor's report (continued)**

### **To the Trustees of Ibad-Ur-Rahman Trust**

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#### **Matters on which we are required to report by exception**

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

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

#### **Responsibilities of Trustees**

As explained more fully in the statement of Trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

# **Ibad-Ur-Rahman Trust**

## **Independent auditor's report (continued)**

### **To the Trustees of Ibad-Ur-Rahman Trust**

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The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

As part of our planning process:

- We enquired of management the systems and controls the charity has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The charity did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the charity. We determined that the following were most relevant: Charities SORP (FRS 102), Charities Act 2011, and health and safety legislation.
- We considered the incentives and opportunities that exist in the charity, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the charity, together with the discussions held with the charity at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

The key procedures we undertook to detect irregularities including fraud during the course of the audit included:

- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates, in particular in relation to depreciation.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines for evidence of management bias.
- Documenting and verifying all significant related party balances and transactions.
- Reviewing documentation for indications of irregularities including fraud.

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

#### **Other matters**

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

# Ibad-Ur-Rahman Trust

## Independent auditor's report (continued)

### To the Trustees of Ibad-Ur-Rahman Trust

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#### Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



**DJH Audit Limited**

30 January 2025  
.....

**Accountants  
Statutory Auditor**

The Exchange  
5 Bank Street  
Bury  
Lancashire  
BL9 0DN

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

# Ibad-Ur-Rahman Trust

## Statement of financial activities Including income and expenditure account

For the year ended 31 March 2024

		Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes						
<b>Income from:</b>							
Donations and legacies	3	495,506	226,950	722,456	439,675	382,308	821,983
Charitable activities	4	78,565	-	78,565	-	-	-
Investments	5	12,838	-	12,838	149	-	149
<b>Total income</b>		586,909	226,950	813,859	439,824	382,308	822,132
<b>Expenditure on:</b>							
Charitable activities	6	628,359	267,717	896,076	524,502	79,859	604,361
<b>Total expenditure</b>		628,359	267,717	896,076	524,502	79,859	604,361
<b>Net income/(expenditure)</b>		(41,450)	(40,767)	(82,217)	(84,678)	302,449	217,771
Transfers between funds		(130,070)	130,070	-	(20,923)	20,923	-
<b>Net movement in funds</b>	8	(171,520)	89,303	(82,217)	(105,601)	323,372	217,771
<b>Reconciliation of funds:</b>							
Fund balances at 1 April 2023		2,468,487	5,463,143	7,931,630	2,574,088	5,139,771	7,713,859
<b>Fund balances at 31 March 2024</b>		2,296,967	5,552,446	7,849,413	2,468,487	5,463,143	7,931,630

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


# Ibad-Ur-Rahman Trust

## Balance sheet

As at 31 March 2024

		2024		2023	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	12		7,645,909		7,645,247
<b>Current assets</b>					
Debtors	13	7,832		1,556	
Cash at bank and in hand		267,366		348,200	
		<u>275,198</u>		<u>349,756</u>	
<b>Creditors: amounts falling due within one year</b>	14	<u>(71,694)</u>		<u>(63,373)</u>	
<b>Net current assets</b>			<u>203,504</u>		<u>286,383</u>
<b>Total assets less current liabilities</b>			<u>7,849,413</u>		<u>7,931,630</u>
<b>The funds of the Trust</b>					
Restricted income funds	16		5,552,446		5,463,143
Unrestricted funds	17		2,296,967		2,468,487
			<u>7,849,413</u>		<u>7,931,630</u>

The financial statements were approved by the Trustees on 30/01/2025

  
G. Hassan  
Trustee

# Ibad-Ur-Rahman Trust

## Statement of cash flows

For the year ended 31 March 2024

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	Notes	2024		2023	
		£	£	£	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	20		235,953		339,138
<b>Investing activities</b>					
Purchase of tangible fixed assets		(329,625)		(355,522)	
Investment income received		12,838		149	
		<u>          </u>		<u>          </u>	
<b>Net cash used in investing activities</b>			(316,787)		(355,373)
<b>Net cash used in financing activities</b>			-		-
			<u>          </u>		<u>          </u>
<b>Net decrease in cash and cash equivalents</b>			(80,834)		(16,235)
Cash and cash equivalents at beginning of year			348,200		364,435
			<u>          </u>		<u>          </u>
<b>Cash and cash equivalents at end of year</b>			<u>267,366</u>		<u>348,200</u>

# Ibad-Ur-Rahman Trust

## Notes to the financial statements

### For the year ended 31 March 2024

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#### 1 Accounting policies

##### Charity information

Ibad-Ur-Rahman trust is regulated by charity commission since registration on 24 May 1982.

##### 1.1 Accounting convention

The financial statements have been prepared in accordance with the Trust's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Trust is a Public Benefit Entity as defined by FRS 102.

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

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

##### 1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

##### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Trust.

##### 1.4 Income

Income is recognised when the Trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

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#### 1 Accounting policies

(Continued)

##### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

##### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Straight line over 25 years
Leasehold land and buildings	Straight line over 65 years
Fixtures and fittings	25% on reducing balance

Freehold land is not depreciated.

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

##### 1.7 Impairment of fixed assets

At each reporting end date, the Trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

##### 1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

##### 1.9 Financial instruments

The Trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

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#### 1 Accounting policies

(Continued)

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the Trust's contractual obligations expire or are discharged or cancelled.

#### 1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

#### 2 Critical accounting estimates and judgements

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

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

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

#### 3 Income from donations and legacies

	<b>Unrestricted funds 2024 £</b>	<b>Restricted funds 2024 £</b>	<b>Total 2024 £</b>	<b>Unrestricted funds 2023 £</b>	<b>Restricted funds 2023 £</b>	<b>Total 2023 £</b>
Donations and gifts	481,814	226,950	708,764	439,675	382,308	821,983
Grants	13,692	-	13,692	-	-	-
	<u>495,506</u>	<u>226,950</u>	<u>722,456</u>	<u>439,675</u>	<u>382,308</u>	<u>821,983</u>

#### 4 Income from charitable activities

	<b>Unrestricted funds 2024 £</b>	<b>Unrestricted funds 2023 £</b>
<b>Education</b>		
Education	<u>78,565</u>	<u>-</u>

#### 5 Income from investments

	<b>Unrestricted funds 2024 £</b>	<b>Unrestricted funds 2023 £</b>
Rental income	12,838	-
Interest receivable	-	149
	<u>12,838</u>	<u>149</u>

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

#### 6 Expenditure on charitable activities

	<b>Total Funds 2024</b>	<b>Total Funds 2023</b>
	<b>£</b>	<b>£</b>
<b>Direct costs</b>		
Staff costs	267,008	216,011
Depreciation and impairment	328,962	104,270
Donations	45,995	70,201
Insurance	6,869	6,144
Light and Heat	35,954	34,800
Telephone	1,875	2,016
Postage and Stationery	3,756	4,479
Advertising	-	2,800
Sundries	13,703	567
Travel	3,530	2,392
Repairs	20,967	29,348
Security	10,424	10,084
Rent	4,186	7,500
Tutors	110,299	88,703
Guest Speakers	2,250	6,731
Food/Catering	30,663	9,919
	<u>886,441</u>	<u>595,965</u>
<b>Share of support and governance costs (see note 7)</b>		
Governance	9,635	8,396
	<u>896,076</u>	<u>604,361</u>
<b>Analysis by fund</b>		
Unrestricted funds	628,359	524,502
Restricted funds	267,717	79,859
	<u>896,076</u>	<u>604,361</u>

#### 7 Support costs allocated to activities

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Governance costs	9,635	8,396
	<u>9,635</u>	<u>8,396</u>
<b>Analysed between:</b>		
Total Funds	9,635	8,396
	<u>9,635</u>	<u>8,396</u>

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

#### 7 Support costs allocated to activities

(Continued)

	2024	2023
	£	£
<b>Governance costs comprise:</b>		
Audit fees	2,400	3,960
Accountancy	7,235	4,436
	<u>9,635</u>	<u>8,396</u>

#### 8 Net movement in funds

2024  
£

2023  
£

The net movement in funds is stated after charging/(crediting):

Fees payable for the audit of the charity's financial statements	2,400	3,960
Depreciation of owned tangible fixed assets	328,962	104,270
	<u>331,362</u>	<u>108,230</u>

#### 9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

#### 10 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Administration and support	<u>39</u>	<u>33</u>

#### Employment costs

2024  
£

2023  
£

Wages and salaries	258,674	210,166
Social security costs	6,560	4,433
Other pension costs	1,774	1,412
	<u>267,008</u>	<u>216,011</u>

There were no employees whose annual remuneration was more than £60,000.

#### 11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

#### 12 Tangible fixed assets

	Freehold land and buildings	Leasehold land and buildings	Fixtures and fittings	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2023	7,941,739	401,697	115,010	8,458,446
Additions	323,985	-	5,640	329,625
At 31 March 2024	8,265,724	401,697	120,650	8,788,071
<b>Depreciation and impairment</b>				
At 1 April 2023	703,810	24,720	84,670	813,200
Depreciation charged in the year	312,669	6,180	10,113	328,962
At 31 March 2024	1,016,479	30,900	94,783	1,142,162
<b>Carrying amount</b>				
At 31 March 2024	7,249,245	370,797	25,867	7,645,909
At 31 March 2023	7,237,930	376,977	30,340	7,645,247

#### 13 Debtors

	2024	2023
	£	£
<b>Amounts falling due within one year:</b>		
Prepayments and accrued income	7,832	1,556

#### 14 Creditors: amounts falling due within one year

	2024	2023
	£	£
Other taxation and social security	20,112	11,024
Trade creditors	2,400	-
Other creditors	39,375	35,402
Accruals and deferred income	9,807	16,947
	71,694	63,373

#### 15 Retirement benefit schemes

	2024	2023
	£	£
<b>Defined contribution schemes</b>		
Charge to profit or loss in respect of defined contribution schemes	1,774	1,412

The Trust operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Trust in an independently administered fund.

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

#### 16 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2023	Incoming resources	Resources expended	Transfers	At 31 March 2024
	£	£	£	£	£
Zakat	-	30,500	(30,500)	-	-
Fundraising	-	2,535	(2,535)	-	-
Building development appeal	-	193,915	-	(193,915)	-
Building development expended	5,463,143	-	(234,682)	323,985	5,552,446
	<u>5,463,143</u>	<u>226,950</u>	<u>(267,717)</u>	<u>130,070</u>	<u>5,552,446</u>
	<u><u>5,463,143</u></u>	<u><u>226,950</u></u>	<u><u>(267,717)</u></u>	<u><u>130,070</u></u>	<u><u>5,552,446</u></u>
<b>Previous year:</b>	<b>At 1 April 2022</b>	<b>Incoming resources</b>	<b>Resources expended</b>	<b>Transfers</b>	<b>At 31 March 2023</b>
	£	£	£	£	£
Zakat	22,161	26,775	(26,775)	(22,161)	-
Fund raising	-	43,095	(43,095)	-	-
Building development appeal	-	312,438	-	(312,438)	-
Building development expended	5,117,610	-	(9,989)	355,522	5,463,143
	<u>5,139,771</u>	<u>382,308</u>	<u>79,859</u>	<u>20,923</u>	<u>5,463,143</u>
	<u><u>5,139,771</u></u>	<u><u>382,308</u></u>	<u><u>79,859</u></u>	<u><u>20,923</u></u>	<u><u>5,463,143</u></u>

#### **Zakat**

This restricted fund comprises of monies specifically to be used for making donations to other charities/madrasas particularly to those in India and Pakistan.

#### **Building development appeal**

This restricted fund comprises of all monies donated to the trust specifically for the construction of the mosque building.

#### **Building development expended**

This restricted fund comprises of all the monies that has been spent on the mosque development.

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

#### 17 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	<b>At 1 April 2023</b>	<b>Incoming resources</b>	<b>Resources expended</b>	<b>Transfers</b>	<b>At 31 March 2024</b>
	£	£	£	£	£
General fund	2,468,487	586,909	(628,359)	(130,070)	2,296,967
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Previous year:</b>	<b>At 1 April 2022</b>	<b>Incoming resources</b>	<b>Resources expended</b>	<b>Transfers</b>	<b>At 31 March 2023</b>
	£	£	£	£	£
General fund	1,107,506	439,824	(524,502)	1,445,659	2,468,487
Revaluation reserve	1,466,582	-	-	(1,466,582)	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
	<u>2,574,088</u>	<u>439,824</u>	<u>524,502</u>	<u>(20,923)</u>	<u>2,468,487</u>

#### 18 Analysis of net assets between funds

	<b>Unrestricted funds 2024</b>	<b>Restricted funds 2024</b>	<b>Total 2024</b>
	£	£	£
<b>At 31 March 2024:</b>			
Tangible assets	2,093,463	5,552,446	7,645,909
Current assets/(liabilities)	203,504	-	203,504
	<u>                    </u>	<u>                    </u>	<u>                    </u>
	<u>2,296,967</u>	<u>5,552,446</u>	<u>7,849,413</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
	<u>2,468,487</u>	<u>5,463,143</u>	<u>7,931,630</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>At 31 March 2023:</b>			
Tangible assets	2,182,104	5,463,143	7,645,247
Current assets/(liabilities)	286,383	-	286,383
	<u>                    </u>	<u>                    </u>	<u>                    </u>
	<u>2,468,487</u>	<u>5,463,143</u>	<u>7,931,630</u>

#### 19 Related party transactions

There were no disclosable related party transactions during the year (2023 - none).

# Ibad-Ur-Rahman Trust

## Notes to the financial statements (continued)

### For the year ended 31 March 2024

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<b>20 Cash generated from operations</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
(Deficit)/surplus for the year	(82,216)	217,771
Adjustments for:		
Investment income recognised in statement of financial activities	(12,838)	(149)
Depreciation and impairment of tangible fixed assets	328,962	104,270
Movements in working capital:		
(Increase)/decrease in debtors	(6,276)	11,948
Increase in creditors	8,321	5,298
	<u>          </u>	<u>          </u>
<b>Cash generated from operations</b>	<b>235,953</b>	<b>339,138</b>
	<u>          </u>	<u>          </u>

### 21 Analysis of changes in net funds

The Trust had no material debt during the year.

**IBAD-UR-RAHMAN TRUST**

England & Wales - Charity number 512616

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# Accounts

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**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023  
FOR  
IBAD-UR-RAHMAN TRUST**

DJH Mitten Clarke Audit Limited  
Accountants  
Statutory Auditors  
The Glades  
Festival Way  
Stoke-on-Trent  
Staffordshire  
ST15SQ

**IBAD-UR-RAHMAN TRUST**

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FOR THE YEAR ENDED 31 MARCH 2023**

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**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

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**Introduction**

The trust was registered as a charity 24 May 1982 and it is governed by a trust deed dated 9 March 1982, amended 14 September 2012.

**OBJECTIVES AND ACTIVITIES**

**Public benefit**

The Trust was established for the benefit of the public in Manchester. The main objectives of the Trust are:

- To establish a mosque to provide a place of worship for the Muslim population of Manchester and surrounding areas
- To establish an education centre to provide Islamic teachings to children and adults.
- To establish an information and research centre for the study and dissemination of Muslim thought.
- To assist Muslims in arranging marriage and funeral ceremonies in accordance with Islamic law and the land.

**Grantmaking**

The trustees consider grant making an effective means of delivering aid using local charities. Such charities have experience, access to facilities, expertise, staff and other resources which will make them better placed to deliver aid in a more effective manner.

Examples of where aid has been delivered in this manner include, Tsunami affected areas, South Asian Earthquake areas and other natural disaster areas as well as those areas where poverty exists. This has been delivered via established and recognised charities such as, Muslim Hands, Islamic Relief and the World Islamic Mission Welfare Trust.

No such grants have been made during the current or prior year.

**Voluntary help and gifts in kind**

The Trustees are very grateful to the users of the mosque who give voluntary donations to further the aims of the Trust. All the money collected by the Trust arises from the weekly collection after Friday Juma Prayer and collection on special occasions such as Ramadan and Eid. The Trust is also helped by volunteers who give their time on Fridays to assist with collecting donations and help the administration with general duties like cleaning and getting the mosque ready for the Friday prayers.

**Activities**

The activities of the Trust include:

- Providing a place of worship for the five daily congregational prayers, weekly Friday Juma Prayer, Eid Prayer, Ramadan Prayers and other Holy periods.
- Providing a supplementary school for the education of children and adults in Islamic Studies, Quranic Studies, Arabic language and Urdu language.
- Carry out marriage, funeral and other services in accordance with Islamic traditions.
- Providing a mortuary where the body of the deceased can be kept in accordance with Islamic law.
- Providing a ritual washing facility where the body of the deceased can be prepared for burial in accordance with Islamic law.
- Providing help and advice for families of the deceased.
- Providing sporting and recreational activities for the young people who use the mosque.
- Providing holiday play schemes for local children.
- Collecting donations of food, clothing and money for charitable acts such as the Pakistan Earthquake Appeal.
- Collecting donations for the upkeep and running of the mosque and its activities.
- Engendering good relationships with members of other faith communities

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

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**ACHIEVEMENT AND PERFORMANCE**

**Manchester Muslim College**

In February 2017 the Trust secured the purchase of the leasehold for the adjacent building vacated by the Probation Service. The Trust was waiting for the City Council, who own the Freehold, to agree to a change of use from Probation Services to Community and Educational services, before taking possession of the building. The change in the use was agreed and the actual completion took place in June 2018 with the change in use agreed by the council in April 2019. The Trust has established the Manchester Muslim College (MMC) in the Probation Office Building. The aim of MMC is to train Imams who are resident in this country and have a good grasp of English. This is a Five year course and successful students will graduate as Imams and will be given the title Maulana (Male) and Alimah (Female).

The Trust is now running 'The Friendship and Wellbeing Group' programme every Tuesday for Ladies and Wednesday for men. The Trust has also started various community based activities for the local community.

**Reconstruction of the Mosque Building**

The main Mosque building has been demolished and a new larger and more impressive building has replaced it, the completion date has been revised. The delay in the project completion is primarily due to changing of the contractor. All functions of the Mosque are taking place in the Annexe building during the period of reconstruction. Internally the mosque is fully complete.

The building work on the new mosque has progressed and is near completion. The new completion date is March 2024.

**Sisters Study Circle at North Manchester Jamia Masjid**

The Sisters Study Circle (SSC) is brought about by the need for structured activities for women and children in the local Muslim community of Cheetham Hill.

The SSC first started meeting in February 2009 on a Saturday morning in the North Manchester Jamia Masjid (NMJM) and since then they have continued to gather weekly to:

- ensure the well being of Muslim women and children in the community
- to refresh knowledge and learn more about our faith
- to assist each other in developing self-confidence and self-respect
- to enable each other to deal with issues faced by Muslim women
- to share experiences
- parenting course held for local parents.

The study circle starts with the recitation of a verse from the Holy Quran and then moves on to a short story aimed at the younger children. This is followed by a talk on a topic of interest by one of the sisters, and at the end all sisters are invited to discuss, offer their opinions and ask questions. The programme is ended by sisters joining together to recite Nasheed, Dhikr and Salaam.

The SSC has also organised programmes for the wider community such as annual Eid Milaad-un-Nabi (Birthday of the Prophet Mohammad Peace be upon him) programmes and Eid parties which are very successful.

Annually the Eid Milaad-un-Nabi programme is attended by over 700 women. Nasheeds are recited by children who study at the Mosque's evening school and by the SSC sisters. Inspiring speeches are given by invited guests and food is provided at the end of the programme.

SSC also hold fundraising Eid Parties. All the money raised is donated to the Mosque Redevelopment Project fund.

The event includes a bouncy castle and games and activities for children and hot food and snacks are available throughout the day at the numerous food stalls. There are stalls, selling arts and crafts, jewellery, shawls and scarves, bags and shoes, books and CDs and much more. An auction of donated items generously provided by local businesses and individuals is also held towards the end of the programme. The SSC raised several thousand pounds for the Trust during this financial year.

## IBAD-UR-RAHMAN TRUST

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

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We hope to continue with these events in forthcoming years as well as arranging events such as picnic-in-the-park and day trips to local places of interest such as seaside resorts and amusement parks. In addition to holding Eid prayers in the Mosque, prayers were said in a local park (Heaton Park, Manchester).

#### **Supplementary School**

The Supplementary School has grown from strength to strength. We now have over 200 children who attend classes in Islamic studies, Quranic studies and modern foreign languages such as Urdu and Arabic. They attend the school from 5.00pm to 7.00pm each weekday. A new uniform has been introduced to give the children a sense of pride and belonging.

25 part time teachers have been taken on to teach the children. Regular training is provided to the teachers by our Iman and they have also attended safe-guarding training provided by the Local Authority. Additionally the teachers also attended the class room management training in the year.

#### **FINANCIAL REVIEW**

##### **Financial position**

For the year ended 31 March 2023 the total incoming resources amounted to £822,133 (2022: £991,115). Of this income £821,984 was received by way of donations, with £355,478 classified as restricted funds being donated specifically in response to an appeal for the development of the Mosque and Zakat. The balance is unrestricted and undesignated. Other income relates to bank interest receivable which totalled £149. Resources expended totalled £604,361 compared to £498,154 in 2022.

Net resources for the year were £217,771 (2022: £492,961).

##### **Reserves policy and financial policy:**

The trustees have examined the need for free reserves i.e. those unrestricted not invested in tangible assets, designated for specific purposes or otherwise committed. The Trustees consider that, given the nature of the charity's work and its commitment, the level of free reserves should be such as will enable the charity to meet its commitments for the foreseeable future.

The statement of financial position shows total reserves of £7,931,630. Of this, £2,409,325 is represented by unrestricted funds which is for the support of the charity objectives.

##### **Going concern**

After considering the role of Ibad-Ur-Rahman within the wider community and risk management, the Trustees have reasonable expectation that the trust have adequate resources and cash flows to meet their spending commitments for the foreseeable future. Weekly donations continue to exceed ongoing running costs of the charity. Accordingly, they continue to adopt the going concern basis of accounting in preparing the financial statements.

##### **FUTURE PLANS**

The Trustees plan to:

- Continue to meet the needs of the growing Muslim community by offering services that are identified by the community.
- Review the management structure of the Trust to bring in new expertise.
- Create a link between the Annex Building and the main building to provide more space for larger congregations
- Build retail or office premises on land owned by the Trust. Rental income from the premises will be a regular source of income for the Trust.
- A second floor has been added to the Annex Building in preparation for the re-development of the main Mosque building. This has increased the capacity of this building to over 1,000 worshippers. During the reconstruction of the main Mosque building, two congregational prayers will be held on Fridays.
- The work started on building a larger mosque in October 2015 and is expected to be completed by March 2024.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a trust deed dated 9 March 1982, amended on 14 September 2012.

**Organisational structure**

The original Trust deed allows for a maximum of 5 trustees.

The powers and duties of the Trustees are clearly outlined in the trust deed. The Trust is based at North Manchester Jamia Mosque, 3 Woodlands Rd, Cheetham Hill, Manchester, M8 9LF.

The Trust now has 3 full time employees (Chief Imam, Trust Manager and an office administrator/caretaker), 3 part time Assistant Imams, 24 part time teachers of Islamic Studies, Arabic and Urdu and 1 part time caretaker/cleaner.

The Trust has set up a management committee of 31 members to help with organisational tasks. This management committee is divided into sub-committees, namely:

- Religious Affairs
- Finance/Accounts
- Education/Sports/Leisure
- Building Maintenance/Security
- Cultural/festival/catering

These sub-committees have clearly defined roles and responsibilities and their activities are closely monitored by the Trustees. Each sub-committee is headed by one of the Trustees. Decisions need to be ratified by the Trustees.

## IBAD-UR-RAHMAN TRUST

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

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#### **Trustees' responsibilities**

The trust deed requires that the trustees keep proper books of account and records showing all receipts and payments and containing all such records as may be appropriate to the running of the trust. In addition, trustees must:

- Select suitable accounting policies and apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- Follow applicable accounting standards disclosing any disparities in the accounts, and prepare the accounts on a going concern basis unless it is inappropriate to assume that the trust will continue to operate.

The trustees have also complied with their duties under section 4 of the Charities Act 2011 regarding public benefit requirement by defining the charities' objectives (Page 1) as for the public benefit and ensuring the activities undertaken during the year meet those objectives.

#### **Recruitment and Appointment of Trustees**

The existing trustees are responsible for the recruitment of new trustees, but in so doing the trustees seek the views the wider community. The trustees believe this approach ensures that new trustees are respected members of the faith and local communities and ensures that good relations are fostered between the Mosque and the people of the local community served.

In selecting new trustees, the trustees seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees' meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

#### **Induction and Training of Trustees**

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and advised of the policies and procedures adopted by our charity. A number of publications from the Charity Commission are also provided, including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees' meetings.

#### **Risk management**

In line with the requirement for trustees to undertake a risk assessment exercise and identify key risks the trust faces in England and Wales, the trustees have reviewed the measures in place, or needing to put in place, to deal with these risks. There are three main areas of risk that has been identified by the trustees.

- Governance and management
- Operational
- Reputational

Governance and management - this looks at the risks of the charity arising from lack of direction, at the skills and training of its members and staff, and the good use of its resources.

The powers and duties of the trustees are clearly set out in the trust deed. The management committee members help with the organisational tasks and their role and responsibilities are closely monitored by the trustees. The extension of the building to cater for funeral facilities and building of a car park are one of many steps undertaken to reflect good use of resources.

Operational - this looks at the risks inherent in the charity's activities including the process of collecting donations, the unsuitability of buildings, poor maintenance, short-comings in the services provided, poor health and safety, lack of a disaster recovery policy etc.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

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Donations collected during the week are kept in a secured 'safe' and banked promptly by designated trustee. A separate record is made for any donations collected for a specific purpose and maintained by a designated trustee.

There are security alarms, fire alarms and a CCTV system in place within and around the mosque to ensure maximum safety and security of the property, personnel and congregation on a continuous basis.

Reputational - this looks at possible damage to the charity's reputation that can arise from mis-use of donated income, recruitment of non qualified Imams or lecturers etc.

Having a formal recruitment process in place will ensure that quality of service is maintained by the charity.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

512616

**Principal address**

North Manchester Jamia Mosque  
(Ibad-Ur-Rahman Trust)  
3 Woodlands Road  
Cheetham Hill  
Manchester  
M8 9LF

**Trustees**

M Azmi  
K Hussain  
I Hanif  
G Hassan  
D Fozdar

**Auditors**

DJH Mitten Clarke Audit Limited  
Accountants  
Statutory Auditors  
The Glades  
Festival Way  
Stoke-on-Trent  
Staffordshire  
ST1 5SQ

**Bankers**

United National Bank Ltd  
Unit 4, Cheetham Hill Shopping Center  
40 Bury old Road  
Manchester  
M8 5EL

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

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

**IBAD-UR-RAHMAN TRUST**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2023**

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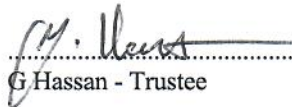
**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

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

Approved by order of the board of trustees on .....29 January 2024..... and signed on its behalf by:

  
.....  
G Hassan - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

---

**Opinion**

We have audited the financial statements of Ibad-Ur-Rahman Trust (the 'charity') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

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

**Conclusions relating to going concern**

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

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

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

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Matters on which we are required to report by exception**

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

## REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF IBAD-UR-RAHMAN TRUST

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### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

As part of our planning process:

- We enquired of management the systems and controls the charity has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The charity did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the charity. We determined that the following were most relevant: Charities SORP (FRS 102), Companies Act 2006, Charities Act 2016, and health and safety legislation.
- We considered the incentives and opportunities that exist in the charity, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the charity, together with the discussions held with the charity at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

The key procedures we undertook to detect irregularities including fraud during the course of the audit included:

- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates, in particular in relation to depreciation.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines for evidence of management bias.
- Documenting and verifying all significant related party balances and transactions.
- Reviewing documentation for indications of irregularities including fraud.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

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**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*DJH Mitten Clarke Audit Limited*

DJH Mitten Clarke Audit Limited  
Accountants  
Statutory Auditors  
The Glades  
Festival Way  
Stoke-on-Trent  
Staffordshire  
ST15SQ

Date: 29 January 2024

**IBAD-UR-RAHMAN TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2023**

	Notes	Unrestricted funds £	Restricted funds £	<b>2023 Total funds £</b>	2022 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	3	439,675	382,308	821,983	990,570
Investment income	4	149	-	149	545
<b>Total</b>		<u>439,824</u>	<u>382,308</u>	<u>822,132</u>	<u>991,115</u>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
	5				
Wages		212,108	-	212,108	189,762
Establishment costs		120,684	-	120,684	99,982
Donations		331	69,870	70,201	45,280
Education and Guest speakers		88,703	-	88,703	53,888
Governance costs		8,396	-	8,396	8,919
Depreciation		94,280	9,989	104,269	100,323
<b>Total</b>		<u>524,502</u>	<u>79,859</u>	<u>604,361</u>	<u>498,154</u>
<b>NET INCOME/(EXPENDITURE)</b>					
Transfers between funds	14	(84,678)	302,449	217,771	492,961
		<u>(20,923)</u>	<u>20,923</u>	<u>-</u>	<u>-</u>
<b>Net movement in funds</b>		<b>(105,601)</b>	<b>323,372</b>	<b>217,771</b>	<b>492,961</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		2,574,088	5,139,771	7,713,859	7,220,898
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>2,468,487</u></u>	<u><u>5,463,143</u></u>	<u><u>7,931,630</u></u>	<u><u>7,713,859</u></u>

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**31 MARCH 2023**

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
<b>FIXED ASSETS</b>					
Property, plant & equipment	11	2,182,104	5,463,143	7,645,247	7,393,995
<b>CURRENT ASSETS</b>					
Debtors	12	1,556	-	1,556	13,503
Cash at bank and in hand		348,200	-	348,200	364,435
		<u>349,756</u>	<u>-</u>	<u>349,756</u>	<u>377,938</u>
<b>CREDITORS</b>					
Amounts falling due within one year	13	(63,373)	-	(63,373)	(58,074)
<b>NET CURRENT ASSETS</b>					
		<u>286,383</u>	<u>-</u>	<u>286,383</u>	<u>319,864</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>2,468,487</u>	<u>5,463,143</u>	<u>7,931,630</u>	<u>7,713,859</u>
<b>NET ASSETS</b>					
		<u>2,468,487</u>	<u>5,463,143</u>	<u>7,931,630</u>	<u>7,713,859</u>
<b>FUNDS</b>					
	14				
Unrestricted funds				2,468,487	2,574,088
Restricted funds				5,463,143	5,139,771
<b>TOTAL FUNDS</b>					
				<u>7,931,630</u>	<u>7,713,859</u>

The financial statements were approved by the Board of Trustees and authorised for issue on .....29 January 2024..... and were signed on its behalf by:

  
.....  
K Hussain - Trustee

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

	Notes	2023 £	2022 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>339,138</u>	<u>598,919</u>
Net cash provided by operating activities		<u>339,138</u>	<u>598,919</u>
<b>Cash flows from investing activities</b>			
Purchase of property, plant & equipment		(355,522)	(1,184,638)
Interest received		<u>149</u>	<u>545</u>
Net cash used in investing activities		<u>(355,373)</u>	<u>(1,184,093)</u>
<b>Change in cash and cash equivalents in the reporting period</b>			
		(16,235)	(585,174)
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>364,435</u>	<u>949,609</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>348,200</u></u>	<u><u>364,435</u></u>

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2023**

<b>1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	<b>217,771</b>	492,961
<b>Adjustments for:</b>		
Depreciation charges	<b>104,269</b>	100,323
Interest received	<b>(149)</b>	(545)
Decrease in debtors	<b>11,947</b>	615
Increase in creditors	<b>5,300</b>	5,565
<b>Net cash provided by operations</b>	<b><u>339,138</u></b>	<u>598,919</u>

<b>2. ANALYSIS OF CHANGES IN NET FUNDS</b>	<b>At 1.4.22</b>	<b>Cash flow</b>	<b>At 31.3.23</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Net cash</b>			
Cash at bank and in hand	<b>364,435</b>	<b>(16,235)</b>	<b>348,200</b>
	<b><u>364,435</u></b>	<b><u>(16,235)</u></b>	<b><u>348,200</u></b>
<b>Total</b>	<b><u>364,435</u></b>	<b><u>(16,235)</u></b>	<b><u>348,200</u></b>

The notes form part of these financial statements

## IBAD-UR-RAHMAN TRUST

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

---

#### 1. LEGAL STATUS

Ibad-Ur-Rahman trust is regulated by charity commission since registration on 24 May 1982.

#### 2. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), second edition - October 2019 (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 and UK Generally Accepted Accounting Practice.

After considering the role of Ibad-Ur-Rahman within the wider community (described on pages 1-6 of the Trustee's report) and risk management, the trustees have reasonable expectation that the trust has adequate resources and cash flows to meet its spending commitments for the foreseeable future.

Weekly donations continue to exceed ongoing running costs of the charity.

The trustees believe that the trust can manage the risk it faces at these challenging times and therefore continue to adopt the going concern basis of accounting in preparing these financial statements.

##### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. In accordance with the Charities SORP (FRS102), the general volunteer time of volunteers is not recognised as income and can refer to the trustee's annual report for more information about their contribution.

##### **Expenditure**

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

##### **Property, plant & equipment**

All tangible fixed assets are held under the cost model.

Property, plant and equipment is stated at cost, less accumulated depreciation and impairment losses.

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

Land	- Not depreciated
Freehold property & building	- Straight line over 25 years
Fixtures and fittings	- 25% on reducing balance
Leasehold property	- Straight line over 65 years

Expenditure on minor items of fixtures and fittings, which are individually immaterial, are charged to the statement of financial position when incurred.

Freehold property is owned by the charity and it is used for direct charitable purposes.

The property currently under construction will not be depreciated until construction is complete.

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023

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2. ACCOUNTING POLICIES - continued

**Property, plant & equipment**

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each statement of financial position date. The effects of any revision are recognised in the statement of financial activities when the change arises.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. In this case the reserves represent monies held for the development of the mosque and monies held for specific charitable work.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Pension costs and other post-retirement benefits**

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term liquid investments with original maturities of three months or less.

**Critical accounting estimates and judgements**

In the application of the charity's accounting policies, the trustees are required to make estimates and judgements. The estimates are based on historical experiences and other relevant factors. Actual results may differ from these estimates.

The estimates are continually evaluated. Revisions to accounting estimates are recognised in the period in which the estimate is revised.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below:-

- 1) Estimating the useful economic life of an asset and the anticipated residual value in calculating an appropriate depreciation charge.
- 2) Determining the valuation of freehold land and buildings is a key judgement.

**Government grant income**

Grant income that becomes receivable under 'Protection of Places of Worship Scheme' is recognised in income in the period in which it becomes receivable.

**Financial instruments**

The charity only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties and loans to related parties.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the income statement.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023**

**2. ACCOUNTING POLICIES - continued**

**Cash and cash equivalents**

Basic financial liabilities are initially measured at transaction price and subsequently measured at amortised cost, being the transaction price less any amounts settled.

**3. DONATIONS AND LEGACIES**

	<b>2023</b>	<b>2022</b>
	£	£
Donations	<b>821,983</b>	944,404
Grants	-	46,166
	<u><b>821,983</b></u>	<u>990,570</u>

Grants received, included in the above, are as follows:

	<b>2023</b>	<b>2022</b>
	£	£
Other grants	-	46,166
	<u>-</u>	<u>46,166</u>

**4. INVESTMENT INCOME**

	<b>2023</b>	<b>2022</b>
	£	£
Deposit account interest	<b>149</b>	545
	<u>149</u>	<u>545</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 6) £	Totals £
Wages	<b>212,108</b>	-	<b>212,108</b>
Establishment costs	<b>120,684</b>	-	<b>120,684</b>
Donations	<b>70,201</b>	-	<b>70,201</b>
Education and Guest speakers	<b>88,703</b>	-	<b>88,703</b>
Governance costs	-	<b>8,396</b>	<b>8,396</b>
Depreciation	<b>104,269</b>	-	<b>104,269</b>
	<u><b>595,965</b></u>	<u><b>8,396</b></u>	<u><b>604,361</b></u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023**

**6. SUPPORT COSTS**

	Governance costs £ <b>8,396</b>
Governance costs	<u><u>8,396</u></u>
Audit fees	2023 £ <b>3,980</b>
Accountancy services	<b>4,436</b>
	<u><u>8,919</u></u>

**7. AUDITORS' REMUNERATION**

During the year remuneration of £3,960 (2022: £3,720) was paid to the auditors of the charity.

**8. TRUSTEES' REMUNERATION AND BENEFITS**

**Trustees' expenses**

There were no trustees' benefits or expenses for the year ended 31 March 2023, nor for the year ended 31 March 2022.

**9. STAFF COSTS**

	2023	2022
	£	£
Wages and salaries	<b>210,166</b>	185,186
Social security costs	<b>4,433</b>	3,411
Other pension costs	<b>1,412</b>	1,165
	<u><u>216,011</u></u>	<u><u>189,762</u></u>

The average monthly number of employees during the year was as follows:

	2023	2022
Administration and support	<b>33</b>	31
	<u><u>33</u></u>	<u><u>31</u></u>

No employees received emoluments in excess of £60,000.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023**

**10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	546,019	444,551	990,570
Investment income	545	-	545
<b>Total</b>	546,564	444,551	991,115
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Wages	179,142	10,620	189,762
Establishment costs	99,982	-	99,982
Donations	-	45,280	45,280
Education and Guest speakers	53,888	-	53,888
Governance costs	8,919	-	8,919
Depreciation	90,334	9,989	100,323
<b>Total</b>	432,265	65,889	498,154
<b>NET INCOME</b>	114,299	378,662	492,961
<b>Transfers between funds</b>	(750,487)	750,487	-
<b>Net movement in funds</b>	(636,188)	1,129,149	492,961
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	3,210,276	4,010,622	7,220,898
<b>TOTAL FUNDS CARRIED FORWARD</b>	2,574,088	5,139,771	7,713,859

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023**

**11. PROPERTY, PLANT & EQUIPMENT**

	Freehold land and buildings under construction £	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Totals £
<b>COST</b>					
At 1 April 2022	5,143,808	2,442,410	401,697	115,010	8,102,925
Additions	355,522	-	-	-	355,522
At 31 March 2023	<u>5,499,330</u>	<u>2,442,410</u>	<u>401,697</u>	<u>115,010</u>	<u>8,458,447</u>
<b>DEPRECIATION</b>					
At 1 April 2022	-	615,833	18,540	74,557	708,930
Charge for year	-	87,977	6,180	10,113	104,270
At 31 March 2023	<u>-</u>	<u>703,810</u>	<u>24,720</u>	<u>84,670</u>	<u>813,200</u>
<b>NET BOOK VALUE</b>					
At 31 March 2023	<u>5,499,330</u>	<u>1,738,600</u>	<u>376,977</u>	<u>30,340</u>	<u>7,645,247</u>
At 31 March 2022	<u>5,143,808</u>	<u>1,826,577</u>	<u>383,157</u>	<u>40,453</u>	<u>7,393,995</u>

Included in cost of land and buildings is freehold land of £449,000 (2022: £449,000) which is not depreciated.

**12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023 £	2022 £
Other debtors	-	12,000
Prepayments and accrued income	1,556	1,503
	<u>1,556</u>	<u>13,503</u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023**

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2023	2022
	£	£
Accrued expenses	<u>63,373</u>	<u>58,074</u>

**14. MOVEMENT IN FUNDS**

	At 1.4.22	Net movement in funds	Transfers between funds	At 31.3.23
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	1,107,506	(84,678)	1,445,659	2,468,487
Revaluation reserve	1,466,582	-	(1,466,582)	-
	<u>2,574,088</u>	<u>(84,678)</u>	<u>(20,923)</u>	<u>2,468,487</u>
<b>Restricted funds</b>				
Zakat	22,161	-	(22,161)	-
Building development appeal	-	312,438	(312,438)	-
Building development expended	5,117,610	(9,989)	355,522	5,463,143
	<u>5,139,771</u>	<u>302,449</u>	<u>20,923</u>	<u>5,463,143</u>
<b>TOTAL FUNDS</b>	<u>7,713,859</u>	<u>217,771</u>	<u>-</u>	<u>7,931,630</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Unrestricted funds</b>			
General fund	439,824	(524,502)	(84,678)
<b>Restricted funds</b>			
Zakat	26,775	(26,775)	-
Fund raising	43,095	(43,095)	-
Building development appeal	312,438	-	312,438
Building development expended	-	(9,989)	(9,989)
	<u>382,308</u>	<u>(79,859)</u>	<u>302,449</u>
<b>TOTAL FUNDS</b>	<u>822,132</u>	<u>(604,361)</u>	<u>217,771</u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023**

**14. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.21 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
<b>Unrestricted funds</b>				
General fund	1,743,694	114,299	(750,487)	1,107,506
Revaluation reserve	1,466,582	-	-	1,466,582
	<u>3,210,276</u>	<u>114,299</u>	<u>(750,487)</u>	<u>2,574,088</u>
<b>Restricted funds</b>				
Zakat	26,171	(4,010)	-	22,161
Building development appeal	-	392,661	(392,661)	-
Building development expended	3,984,451	(9,989)	1,143,148	5,117,610
	<u>4,010,622</u>	<u>378,662</u>	<u>750,487</u>	<u>5,139,771</u>
<b>TOTAL FUNDS</b>	<u><u>7,220,898</u></u>	<u><u>492,961</u></u>	<u><u>-</u></u>	<u><u>7,713,859</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	546,564	(432,265)	114,299
<b>Restricted funds</b>			
Zakat	24,425	(28,435)	(4,010)
Playscheme	13,500	(13,500)	-
Fund raising	13,965	(13,965)	-
Building development appeal	392,661	-	392,661
Building development expended	-	(9,989)	(9,989)
	<u>444,551</u>	<u>(65,889)</u>	<u>378,662</u>
<b>TOTAL FUNDS</b>	<u><u>991,115</u></u>	<u><u>(498,154)</u></u>	<u><u>492,961</u></u>

**Zakat**

This restricted fund comprises of monies specifically to be used for making donations to other charities/madrasas particularly to those in India and Pakistan.

**Building development appeal**

This restricted fund comprises of all monies donated to the trust specifically for the construction of the mosque building.

**Building development expended**

This restricted fund comprises of all the monies that has been spent on the mosque development.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2023**

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**14. MOVEMENT IN FUNDS - continued**

**Transfers between funds**

**Restricted Funds**

A total of £355,522 was transferred from the Building Development Appeal to the Building Development Expended and £43,084 from Building Development Expended to General in respect of the amount spent on mosque development and consequently capitalised.

**15. RELATED PARTY DISCLOSURES**

During the period, there were no related party transactions, other than those already disclosed within Note 8 - Trustee remuneration and benefits.

**16. ULTIMATE CONTROLLING PARTY**

The charity is controlled by the trustees in the office.

**IBAD-UR-RAHMAN TRUST**

England & Wales - Charity number 512616

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# Accounts

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**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022  
FOR  
IBAD-UR-RAHMAN TRUST**

DTE Business Advisers Limited  
Chartered Accountants  
Statutory Auditors  
The Exchange  
5 Bank Street  
Bury  
BL9 0DN

**IBAD-UR-RAHMAN TRUST**  
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**FOR THE YEAR ENDED 31 MARCH 2022**

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**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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**Introduction**

The trust was registered as a charity 24 May 1982 and it is governed by a trust deed dated 9 March 1982, amended 14 September 2012.

**OBJECTIVES AND ACTIVITIES**

**Public benefit**

The Trust was established for the benefit of the public in Manchester. The main objectives of the Trust are:

- To establish a mosque to provide a place of worship for the Muslim population of Manchester and surrounding areas
- To establish an education centre to provide Islamic teachings to children and adults.
- To establish an information and research centre for the study and dissemination of Muslim thought.
- To assist Muslims in arranging marriage and funeral ceremonies in accordance with Islamic law and the land.

**Grantmaking**

The trustees consider grant making an effective means of delivering aid using local charities. Such charities have experience, access to facilities, expertise, staff and other resources which will make them better placed to deliver aid in a more effective manner.

Examples of where aid has been delivered in this manner include, Tsunami affected areas, South Asian Earthquake areas and other natural disaster areas as well as those areas where poverty exists. This has been delivered via established and recognised charities such as, Muslim Hands, Islamic Relief and the World Islamic Mission Welfare Trust.

No such grants have been made during the current or prior year.

**Voluntary help and gifts in kind**

The Trustees are very grateful to the users of the mosque who give voluntary donations to further the aims of the Trust. All the money collected by the Trust arises from the weekly collection after Friday Juma Prayer and collection on special occasions such as Ramadan and Eid. The Trust is also helped by volunteers who give their time on Fridays to assist with collecting donations and help the administration with general duties like cleaning and getting the mosque ready for the Friday prayers.

**Activities**

The activities of the Trust include:

- Providing a place of worship for the five daily congregational prayers, weekly Friday Juma Prayer, Eid Prayer, Ramadan Prayers and other Holy periods.
- Providing a supplementary school for the education of children and adults in Islamic Studies, Quranic Studies, Arabic language and Urdu language.
- Carry out marriage, funeral and other services in accordance with Islamic traditions.
- Providing a mortuary where the body of the deceased can be kept in accordance with Islamic law.
- Providing a ritual washing facility where the body of the deceased can be prepared for burial in accordance with Islamic law.
- Providing help and advice for families of the deceased.
- Providing sporting and recreational activities for the young people who use the mosque.
- Providing holiday play schemes for local children.
- Collecting donations of food, clothing and money for charitable acts such as the Pakistan Earthquake Appeal.
- Collecting donations for the upkeep and running of the mosque and its activities.
- Engendering good relationships with members of other faith communities

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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**ACHIEVEMENT AND PERFORMANCE**

**Probation Office Building**

In February 2017 the Trust secured the purchase of the leasehold for the adjacent building vacated by the Probation Service. The Trust was waiting for the City Council, who own the Freehold, to agree to a change of use from Probation Services to Community and Educational services, before taking possession of the building. The change in the use was agreed and the actual completion took place in June 2018 with the change in use agreed by the council in April 2019. The Trust has established the Manchester Muslim College (MMC) in the Probation Office Building. The aim of MMC is to train Imams who are resident in this country and have a good grasp of English. This is a Five year course and successful students will graduate as Imams and will be given the title Maulana (Male) and Alimah (Female).

The Trust is now running 'The Friendship and Wellbeing Group' programme every Tuesday for Ladies and Wednesday for men. The Trust has also started various community based activities for the local community.

The Trust has allowed the NHS to use the Manchester Muslim College building as a Vaccination Centre to administer Covid 19 vaccines.

**Reconstruction of the Mosque Building**

The main Mosque building has been demolished and work has started on building a new larger and more impressive building to replace it, the completion date has been revised. The delay in the project completion is primarily due to changing of the contractor. All functions of the Mosque are taking place in the Annexe building during the period of reconstruction. The external structure of the new Mosque is complete with Dome and Minarets. The Trustees are in the process of appointing contractors for the internal work.

The building work on the new mosque has progressed and is near completion. The new completion date is May 2023.

**Sisters Study Circle at North Manchester Jamia Masjid**

The Sisters Study Circle (SSC) is brought about by the need for structured activities for women and children in the local Muslim community of Cheetham Hill.

The SSC first started meeting in February 2009 on a Saturday morning in the North Manchester Jamia Masjid (NMJM) and since then they have continued to gather weekly to:

- ensure the well being of Muslim women and children in the community
- to refresh knowledge and learn more about our faith
- to assist each other in developing self-confidence and self-respect
- to enable each other to deal with issues faced by Muslim women
- to share experiences
- parenting course held for local parents.

The study circle starts with the recitation of a verse from the Holy Quran and then moves on to a short story aimed at the younger children. This is followed by a talk on a topic of interest by one of the sisters, and at the end all sisters are invited to discuss, offer their opinions and ask questions. The programme is ended by sisters joining together to recite Nasheed, Dhikr and Salaam.

The SSC has also organised programmes for the wider community such as annual Eid Milaad-un-Nabi (Birthday of the Prophet Mohammad Peace be upon him) programmes and Eid parties which are very successful.

Annually the Eid Milaad-un-Nabi programme is attended by over 700 women. Nasheeds are recited by children who study at the Mosque's evening school and by the SSC sisters. Inspiring speeches are given by invited guests and food is provided at the end of the programme.

SSC also hold fundraising Eid Parties. All the money raised is donated to the Mosque Redevelopment Project fund.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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The event includes a bouncy castle and games and activities for children and hot food and snacks are available throughout the day at the numerous food stalls. There are stalls, selling arts and crafts, jewellery, shawls and scarves, bags and shoes, books and CDs and much more. An auction of donated items generously provided by local businesses and individuals is also held towards the end of the programme. The SSC raised several thousand pounds for the Trust during this financial year.

We hope to continue with these events in forthcoming years as well as arranging events such as picnic-in-the-park and day trips to local places of interest such as seaside resorts and amusement parks. In addition to holding Eid prayers in the Mosque, prayers were said in a local park (Heaton Park, Manchester).

**Supplementary School**

The Supplementary School has grown from strength to strength. We now have over 200 children who attend classes in Islamic studies, Quranic studies and modern foreign languages such as Urdu and Arabic. They attend the school from 5.00pm to 7.00pm each weekday. A new uniform has been introduced to give the children a sense of pride and belonging.

24 part time teachers have been taken on to teach the children. Regular training is provided to the teachers by our Iman and they have also attended safe-guarding training provided by the Local Authority. Additionally the teachers also attended the class room management training in the year.

**FINANCIAL REVIEW**

**Financial position**

For the year ended 31 March 2022 the total incoming resources amounted to £991,115 (2021: £741,366). Of this income £990,570 was received by way of donations, with £444,55 classified as restricted funds being donated specifically in response to an appeal for the development of the Mosque and Zakat. The balance is unrestricted and undesignated. Other income relates to bank interest receivable which totalled £545. Resources expended totalled £498,154 compared to £392,870 in 2021.

Net resources for the year were £492,961 (2021: £348,496).

**Reserves policy and financial policy:**

The trustees have examined the need for free reserves i.e. those unrestricted not invested in tangible assets, designated for specific purposes or otherwise committed. The Trustees consider that, given the nature of the charity's work and its commitment, the level of free reserves should be such as will enable the charity to meet its commitments for the foreseeable future.

The statement of financial position shows total reserves of £7,713,859. Of this, £2,574,088 is represented by unrestricted funds which is for the support of the charity objectives.

**Going concern**

After considering the role of Ibad-Ur-Rahman within the wider community and risk management, the Trustees have reasonable expectation that the trust have adequate resources and cash flows to meet their spending commitments for the foreseeable future. Weekly donations continue to exceed ongoing running costs of the charity. Accordingly, they continue to adopt the going concern basis of accounting in preparing the financial statements.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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**FUTURE PLANS**

The Trustees plan to:

- Continue to meet the needs of the growing Muslim community by offering services that are identified by the community.
- Review the management structure of the Trust to bring in new expertise.
- Create a link between the Annex Building and the main building to provide more space for larger congregations
- Build retail or office premises on land owned by the Trust. Rental income from the premises will be a regular source of income for the Trust.
- A second floor has been added to the Annex Building in preparation for the re-development of the main Mosque building. This has increased the capacity of this building to over 1,000 worshippers. During the reconstruction of the main Mosque building, two congregational prayers will be held on Fridays.
- The work started on building a larger mosque in October 2015 and is expected to be completed by May 2023.
- A new college by the name of Manchester Muslim College has now been set up in the probation building purchased in the year. The college will be providing a five year course for students who wish to become an Imam. The College has remained open through this difficult time, with many lessons taking place online.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a trust deed dated 9 March 1982, amended on 14 September 2012.

**Organisational structure**

The original Trust deed allows for a maximum of 5 trustees.

The powers and duties of the Trustees are clearly outlined in the trust deed. The Trust is based at North Manchester Jamia Mosque, 3 Woodlands Rd, Cheetham Hill, Manchester, M8 9LF.

The Trust now has 3 full time employees (Chief Imam, Trust Manager and an office administrator/caretaker), 3 part time Assistant Imams, 24 part time teachers of Islamic Studies, Arabic and Urdu and 1 part time caretaker/cleaner.

The Trust has set up a management committee of 31 members to help with organisational tasks. This management committee is divided into sub-committees, namely:

- Religious Affairs
- Finance/Accounts
- Education/Sports/Leisure
- Building Maintenance/Security
- Cultural/festival/catering

These sub-committees have clearly defined roles and responsibilities and their activities are closely monitored by the Trustees. Each sub-committee is headed by one of the Trustees. Decisions need to be ratified by the Trustees.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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**Trustees' responsibilities**

The trust deed requires that the trustees keep proper books of account and records showing all receipts and payments and containing all such records as may be appropriate to the running of the trust. In addition, trustees must:

- Select suitable accounting policies and apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- Follow applicable accounting standards disclosing any disparities in the accounts, and prepare the accounts on a going concern basis unless it is inappropriate to assume that the trust will continue to operate.

The trustees have also complied with their duties under section 4 of the Charities Act 2011 regarding public benefit requirement by defining the charities' objectives (Page 1) as for the public benefit and ensuring the activities undertaken during the year meet those objectives.

**Recruitment and Appointment of Trustees**

The existing trustees are responsible for the recruitment of new trustees, but in so doing the trustees seek the views the wider community. The trustees believe this approach ensures that new trustees are respected members of the faith and local communities and ensures that good relations are fostered between the Mosque and the people of the local community served.

In selecting new trustees, the trustees seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees' meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

**Induction and Training of Trustees**

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and advised of the policies and procedures adopted by our charity. A number of publications from the Charity Commission are also provided, including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees' meetings.

**Risk management**

In line with the requirement for trustees to undertake a risk assessment exercise and identify key risks the trust faces in England and Wales, the trustees have reviewed the measures in place, or needing to put in place, to deal with these risks. There are three main areas of risk that has been identified by the trustees.

- Governance and management
- Operational
- Reputational

Governance and management - this looks at the risks of the charity arising from lack of direction, at the skills and training of its members and staff, and the good use of its resources.

The powers and duties of the trustees are clearly set out in the trust deed. The management committee members help with the organisational tasks and their role and responsibilities are closely monitored by the trustees. The extension of the building to cater for funeral facilities and building of a car park are one of many steps undertaken to reflect good use of resources.

Operational - this looks at the risks inherent in the charity's activities including the process of collecting donations, the unsuitability of buildings, poor maintenance, short-comings in the services provided, poor health and safety, lack of a disaster recovery policy etc.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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Donations collected during the week are kept in a secured 'safe' and banked promptly by designated trustee. A separate record is made for any donations collected for a specific purpose and maintained by a designated trustee.

There are security alarms, fire alarms and a CCTV system in place within and around the mosque to ensure maximum safety and security of the property, personnel and congregation on a continuous basis.

Reputational - this looks at possible damage to the charity's reputation that can arise from mis-use of donated income, recruitment of non qualified Imams or lecturers etc.

Having a formal recruitment process in place will ensure that quality of service is maintained by the charity.

**Covid 19**

The Covid 19 pandemic had a major impact to the work of the Trust. Due to the National lockdown the Mosque was completely closed for a long period of time. This was followed by a period when congregational prayers were not permitted and worshippers could only come in for individual prayers under strict conditions to protect them against Covid infections. The Lockdown resulted in a big reduction in the amount of donations received by the Trust.

We were eventually able to open for congregational prayers with strict Covid 19 prevention procedures such as; booking in worshippers, social distancing, hand sanitising, face masks, bring own prayer mats and ablution from home. These restrictions meant that we could only accommodate around 25% of the worshippers that we would normally have had for Friday prayers. Our Madrassah classes were also closed for many months resulting in children missing their religious lessons.

The Trust has helped the local community with Covid 19 prevention by allowing the NHS to use our Manchester College Building as a Covid 19 vaccination centre. Thousands of people have received their vaccinations through our centre. We also trained volunteers to perform the ritual of Islamic washing and shrouding of people who had passed away due to Covid 19. At one point we were the only Mosque in Manchester offering this important religious service and received bodies from all over Greater Manchester.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

512616

**Principal address**

North Manchester Jamia Mosque  
(Ibad-Ur-Rahman Trust)  
3 Woodlands Road  
Cheetham Hill  
Manchester  
M8 9LF

**Trustees**

M Azmi  
K Hussain  
I Hanif  
G Hassan  
D Fozdar

**Auditors**

DTE Business Advisers Limited  
Chartered Accountants  
Statutory Auditors  
The Exchange  
5 Bank Street  
Bury  
BL9 0DN

**Bankers**

United National Bank Ltd  
Unit 4, Cheetham Hill Shopping Center  
40 Bury old Road  
Manchester  
M8 5EL

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

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

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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


**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

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

Approved by order of the board of trustees on ..... **7 April 2023** ..... and signed on its behalf by:

  
.....  
G Hassan - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

---

**Opinion**

We have audited the financial statements of Ibad-Ur-Rahman Trust (the 'charity') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

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

**Conclusions relating to going concern**

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

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

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

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Matters on which we are required to report by exception** -----

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

---

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

**As part of our planning process:**

- We enquired of management the systems and controls the charity has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The charity did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the charity. We determined that the following were most relevant: Charities SORP (FRS 102), Companies Act 2006, Charities Act 2016, and health and safety legislation.
- We considered the incentives and opportunities that exist in the charity, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the charity, together with the discussions held with the charity at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

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**The key procedures we undertook to detect irregularities including fraud during the course of the audit included:**

- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates, in particular in relation to depreciation.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines for evidence of management bias.
- Documenting and verifying all significant related party balances and transactions.
- Reviewing documentation such as the trustees minutes for discussions of irregularities including fraud.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements even though we have properly planned and performed our audit in accordance with auditing standards. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the entity.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



DTE Business Advisers Limited  
Chartered Accountants  
Statutory Auditors  
The Exchange  
5 Bank Street  
Bury  
BL9 0DN

Date: ..... 7 April 2023 .....

**IBAD-UR-RAHMAN TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	3	546,019	444,551	990,570	738,481
Investment income	4	545	-	545	2,885
<b>Total</b>		<b>546,564</b>	<b>444,551</b>	<b>991,115</b>	<b>741,366</b>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Wages	5	179,142	10,620	189,762	151,120
Establishment costs		99,982	-	99,982	89,954
Donations		-	45,280	45,280	522
Education and Guest speakers		53,888	-	53,888	48,990
Governance costs		8,919	-	8,919	6,417
Depreciation		90,334	9,989	100,323	95,867
<b>Total</b>		<b>432,265</b>	<b>65,889</b>	<b>498,154</b>	<b>392,870</b>
<b>NET INCOME</b>					
Transfers between funds	14	114,299 (750,487)	378,662 750,487	492,961 -	348,496 -
<b>Net movement in funds</b>		<b>(636,188)</b>	<b>1,129,149</b>	<b>492,961</b>	<b>348,496</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		3,210,276	4,010,622	7,220,898	6,872,402
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>2,574,088</b>	<b>5,139,771</b>	<b>7,713,859</b>	<b>7,220,898</b>

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**

**STATEMENT OF FINANCIAL POSITION  
31 MARCH 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>FIXED ASSETS</b>					
Property, plant & equipment	11	2,276,385	5,117,610	7,393,995	6,309,680
<b>CURRENT ASSETS</b>					
Debtors	12	13,503	-	13,503	14,118
Cash at bank and in hand		342,274	22,161	364,435	949,609
		<u>355,777</u>	<u>22,161</u>	<u>377,938</u>	<u>963,727</u>
<b>CREDITORS</b>					
Amounts falling due within one year	13	(58,074)	-	(58,074)	(52,509)
<b>NET CURRENT ASSETS</b>		<u>297,703</u>	<u>22,161</u>	<u>319,864</u>	<u>911,218</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>2,574,088</u>	<u>5,139,771</u>	<u>7,713,859</u>	<u>7,220,898</u>
<b>NET ASSETS</b>		<u>2,574,088</u>	<u>5,139,771</u>	<u>7,713,859</u>	<u>7,220,898</u>
<b>FUNDS</b>					
Unrestricted funds	14			2,574,088	3,210,276
Restricted funds				5,139,771	4,010,622
<b>TOTAL FUNDS</b>				<u>7,713,859</u>	<u>7,220,898</u>

The financial statements were approved by the Board of Trustees and authorised for issue on .....7. April. 2023..... and were signed on its behalf by:

  
K Hussain - Trustee

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>598,919</u>	<u>448,589</u>
Net cash provided by operating activities		<u>598,919</u>	<u>448,589</u>
<b>Cash flows from investing activities</b>			
Purchase of property, plant & equipment		<u>(1,184,638)</u>	<u>(1,811,600)</u>
Interest received		<u>545</u>	<u>2,885</u>
Net cash used in investing activities		<u>(1,184,093)</u>	<u>(1,808,715)</u>
<b>Change in cash and cash equivalents in the reporting period</b>			
		<u>(585,174)</u>	<u>(1,360,126)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>949,609</u>	<u>2,309,735</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>364,435</u></u>	<u><u>949,609</u></u>

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2022**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2022	2021
	£	£
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	<b>492,961</b>	<b>348,496</b>
<b>Adjustments for:</b>		
Depreciation charges	100,323	95,867
Interest received	(545)	(2,885)
Decrease in debtors	615	3,493
Increase in creditors	5,565	3,618
<b>Net cash provided by operations</b>	<b>598,919</b>	<b>448,589</b>

2. ANALYSIS OF CHANGES IN NET FUNDS	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	949,609	(585,174)	364,435
	<u>949,609</u>	<u>(585,174)</u>	<u>364,435</u>
<b>Total</b>	<b>949,609</b>	<b>(585,174)</b>	<b>364,435</b>

The notes form part of these financial statements

## IBAD-UR-RAHMAN TRUST

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

---

#### 1. LEGAL STATUS

Ibad-Ur-Rahman trust is regulated by charity commission since registration on 24 May 1982.

#### 2. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), second edition - October 2019 (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The Trustees have considered the impact of the pandemic on the trust and recognise that the future cannot be predicted with certainty. The Trust continued to be supported throughout the lockdown.

After considering the role of Ibad-Ur-Rahman within the wider community (described on pages 1-6 of the Trustee's report) and risk management, the trustees have reasonable expectation that the trust has adequate resources and cash flows to meet it's spending commitments for the foreseeable future.

Weekly donations continue to exceed ongoing running costs of the charity.

The trustees believe that the trust can manage the risk it faces at these challenging times and therefore continue to adopt the going concern basis of accounting in preparing these financial statements.

##### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. In accordance with the Charities SORP (FRS102), the general volunteer time of volunteers is not recognised as income and can refer to the trustee's annual report for more information about their contribution.

##### **Expenditure**

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

##### **Property, plant & equipment**

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

Land	- Not depreciated
Freehold property & building	- Straight line over 25 years
Fixtures and fittings	- 25% on reducing balance
Leasehold property	- Straight line over 65 years

Expenditure on minor items of fixtures and fittings, which are individually immaterial, are charged to the statement of financial position when incurred.

Freehold property is owned by the charity and it is used for direct charitable purposes.

The property currently under construction will not be depreciated until construction is complete.

## IBAD-UR-RAHMAN TRUST

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

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#### 2. ACCOUNTING POLICIES - continued

##### **Property, plant & equipment**

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each statement of financial position date. The effects of any revision are recognised in the statement of financial activities when the change arises.

##### **Taxation**

The charity is exempt from tax on its charitable activities.

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. In this case the reserves represent monies held for the development of the mosque and monies held for specific charitable work.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

##### **Pension costs and other post-retirement benefits**

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

##### **Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term liquid investments with original maturities of three months or less.

##### **Critical accounting estimates and judgements**

In the application of the charity's accounting policies, the trustees are required to make estimates and judgements. The estimates are based on historical experiences and other relevant factors. Actual results may differ from these estimates.

The estimates are continually evaluated. Revisions to accounting estimates are recognised in the period in which the estimate is revised.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below:-

- 1) Estimating the useful economic life of an asset and the anticipated residual value in calculating an appropriate depreciation charge.
- 2) Reviewing the valuation of freehold land and buildings and determining whether there are any indicators of impairment of the charity's tangible assets.

##### **Government grant income**

Grant income that becomes receivable under 'Protection of Places of Worship Scheme' is recognised in income in the period in which it becomes receivable.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**3. DONATIONS AND LEGACIES**

	2022	2021
	£	£
Donations	944,404	644,203
Grants	46,166	94,278
	990,570	738,481

Grants received, included in the above, are as follows:

	2022	2021
	£	£
Other grants	46,166	94,278
	46,166	94,278

**4. INVESTMENT INCOME**

	2022	2021
	£	£
Deposit account interest	545	2,885
	545	2,885

**5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 6) £	Totals £
Wages	189,762	-	189,762
Establishment costs	99,982	-	99,982
Donations	45,280	-	45,280
Education and Guest speakers	53,888	-	53,888
Governance costs	-	8,919	8,919
Depreciation	100,323	-	100,323
	489,235	8,919	498,154

**6. SUPPORT COSTS**

Governance costs		Governance costs £ 8,919
		8,919

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**6. SUPPORT COSTS - continued**

	<b>2022</b>
	<b>£</b>
Audit fees	3,720
Accountancy services	5,199
	<b>8,919</b>
	<b>8,919</b>

**7. AUDITORS' REMUNERATION**

During the year remuneration of £3,720 (2021: £3,600) was paid to the auditors of the charity.

**8. TRUSTEES' REMUNERATION AND BENEFITS**

Qamaruzzaman Azmi (Chief Imam) was appointed as trustee in July 2009, Mr Azmi is in the receipt of a salary for his position as Chief Imam. During the year ended 31 March 2022 he was paid a remuneration of £27,774 (2021: £23,046)

**Trustees' expenses**

There were no trustees' benefits or expenses for the year ended 31 March 2022, nor for the year ended 31 March 2021.

**9. STAFF COSTS**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Wages and salaries	185,186	149,616
Social security costs	3,411	1,688
Other pension costs	1,165	957
	<b>189,762</b>	<b>152,261</b>
	<b>189,762</b>	<b>152,261</b>

The average monthly number of employees during the year was as follows:

	<b>2022</b>	<b>2021</b>
Administration and support	31	29
	<b>31</b>	<b>29</b>
	<b>31</b>	<b>29</b>

No employees received emoluments in excess of £60,000.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	382,159	356,322	738,481
Investment income	2,885	-	2,885
<b>Total</b>	<u>385,044</u>	<u>356,322</u>	<u>741,366</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Wages	151,120	-	151,120
Establishment costs	89,954	-	89,954
Donations	522	-	522
Education and Guest speakers	48,990	-	48,990
Governance costs	6,417	-	6,417
Depreciation	85,878	9,989	95,867
<b>Total</b>	<u>382,881</u>	<u>9,989</u>	<u>392,870</u>
<b>NET INCOME</b>	2,163	346,333	348,496
<b>Transfers between funds</b>	(228,149)	228,149	-
<b>Net movement in funds</b>	(225,986)	574,482	348,496
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	3,436,262	3,436,140	6,872,402
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>3,210,276</u></u>	<u><u>4,010,622</u></u>	<u><u>7,220,898</u></u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**11. PROPERTY, PLANT & EQUIPMENT**

	Freehold land and buildings under construction £	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Totals £
<b>COST</b>					
At 1 April 2021	4,000,660	2,442,410	401,697	73,520	6,918,287
Additions	1,143,148	-	-	41,490	1,184,638
At 31 March 2022	<u>5,143,808</u>	<u>2,442,410</u>	<u>401,697</u>	<u>115,010</u>	<u>8,102,925</u>
<b>DEPRECIATION</b>					
At 1 April 2021	-	527,857	12,360	68,390	608,607
Charge for year	-	87,976	6,180	6,167	100,323
At 31 March 2022	<u>-</u>	<u>615,833</u>	<u>18,540</u>	<u>74,557</u>	<u>708,930</u>
<b>NET BOOK VALUE</b>					
At 31 March 2022	<u>5,143,808</u>	<u>1,826,577</u>	<u>383,157</u>	<u>40,453</u>	<u>7,393,995</u>
At 31 March 2021	<u>4,000,660</u>	<u>1,914,553</u>	<u>389,337</u>	<u>5,130</u>	<u>6,309,680</u>

Included in cost or valuation of land and buildings is freehold land of £449,000 (2021 - £449,000) which is not depreciated.

The freehold property is the Jamia Mosque, Woodlands Road, Woodland Street, Cheetham Hill. A valuation of £2,636,000 was provided by Aspin and Company Chartered Surveyors on 19 June 2013. This includes the land on which the redevelopment of the mosque is currently ongoing, with a value of £206,000. The balance of £2,430,000 relates to the value of the land and other buildings not subject to redevelopment.

**12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022 £	2021 £
Other debtors	12,000	12,000
Prepayments and accrued income	1,503	2,118
	<u>13,503</u>	<u>14,118</u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Accrued expenses	<u>58,074</u>	<u>52,509</u>

**14. MOVEMENT IN FUNDS**

	At 1.4.21	Net movement in funds	Transfers between funds	At 31.3.22
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	1,743,694	114,299	(750,487)	1,107,506
Revaluation reserve	1,466,582	-	-	1,466,582
	<u>3,210,276</u>	<u>114,299</u>	<u>(750,487)</u>	<u>2,574,088</u>
<b>Restricted funds</b>				
Zakat	26,171	(4,010)	-	22,161
Building development appeal	-	392,661	(392,661)	-
Building development expended	3,984,451	(9,989)	1,143,148	5,117,610
	<u>4,010,622</u>	<u>378,662</u>	<u>750,487</u>	<u>5,139,771</u>
<b>TOTAL FUNDS</b>	<u>7,220,898</u>	<u>492,961</u>	<u>-</u>	<u>7,713,859</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Unrestricted funds</b>			
General fund	546,564	(432,265)	114,299
<b>Restricted funds</b>			
Zakat	24,425	(28,435)	(4,010)
Playscheme	13,500	(13,500)	-
Fund raising	13,965	(13,965)	-
Building development appeal	392,661	-	392,661
Building development expended	-	(9,989)	(9,989)
	<u>444,551</u>	<u>(65,889)</u>	<u>378,662</u>
<b>TOTAL FUNDS</b>	<u>991,115</u>	<u>(498,154)</u>	<u>492,961</u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**14. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
<b>Unrestricted funds</b>				
General fund	1,969,680	2,163	(228,149)	1,743,694
Revaluation reserve	1,466,582	-	-	1,466,582
	<u>3,436,262</u>	<u>2,163</u>	<u>(228,149)</u>	<u>3,210,276</u>
<b>Restricted funds</b>				
Zakat	16,061	10,110	-	26,171
Building development appeal	1,237,239	346,212	(1,583,451)	-
Building development expended	2,182,840	(9,989)	1,811,600	3,984,451
	<u>3,436,140</u>	<u>346,333</u>	<u>228,149</u>	<u>4,010,622</u>
<b>TOTAL FUNDS</b>	<u><u>6,872,402</u></u>	<u><u>348,496</u></u>	<u><u>-</u></u>	<u><u>7,220,898</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	385,044	(382,881)	2,163
<b>Restricted funds</b>			
Zakat	10,110	-	10,110
Building development appeal	346,212	-	346,212
Building development expended	-	(9,989)	(9,989)
	<u>356,322</u>	<u>(9,989)</u>	<u>346,333</u>
<b>TOTAL FUNDS</b>	<u><u>741,366</u></u>	<u><u>(392,870)</u></u>	<u><u>348,496</u></u>

**Zakat**

This restricted fund comprises of monies specifically to be used for making donations to other charities/madrasas particularly to those in India and Pakistan.

**Building development appeal**

This restricted fund comprises of all monies donated to the trust specifically for the construction of the mosque building.

**Building development expended**

This restricted fund comprises of all the monies that has been spent on the mosque development.

IBAD-UR-RAHMAN TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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**14. MOVEMENT IN FUNDS - continued**

**Transfers between funds**

**Restricted Funds**

A total of £392,661 was transferred from the Building Development Appeal to the Building Development Expended and £750,487 from General to Building Development Expended in respect of the amount spent on mosque development and consequently capitalised.

**15. RELATED PARTY DISCLOSURES**

During the period, there were no related party transactions, other than those already disclosed within Note 8 - Trustee remuneration and benefits.

**16. ULTIMATE CONTROLLING PARTY**

The charity is controlled by the trustees in the office.

**IBAD-UR-RAHMAN TRUST**

England & Wales - Charity number 512616

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# Accounts

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**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021  
FOR  
IBAD-UR-RAHMAN TRUST**

DTE Business Advisers Limited  
Chartered Accountants  
Statutory Auditors  
The Exchange  
5 Bank Street  
Bury  
BL9 0DN

**IBAD-UR-RAHMAN TRUST**  
**CONTENTS OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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**Introduction**

The trust was registered as a charity 24 May 1982 and it is governed by a trust deed dated 9 March 1982, amended 14 September 2012.

**OBJECTIVES AND ACTIVITIES**

**Public benefit**

The Trust was established for the benefit of the public in Manchester. The main objectives of the Trust are:

- To establish a mosque to provide a place of worship for the Muslim population of Manchester and surrounding areas
- To establish an education centre to provide Islamic teachings to children and adults.
- To establish an information and research centre for the study and dissemination of Muslim thought.
- To assist Muslims in arranging marriage and funeral ceremonies in accordance with Islamic law and the land.

**Grantmaking**

The trustees consider grant making an effective means of delivering aid using local charities. Such charities have experience, access to facilities, expertise, staff and other resources which will make them better placed to deliver aid in a more effective manner.

Examples of where aid has been delivered in this manner include, Tsunami affected areas, South Asian Earthquake areas and other natural disaster areas as well as those areas where poverty exists. This has been delivered via established and recognised charities such as, Muslim Hands, Islamic Relief and the World Islamic Mission Welfare Trust.

No such grants have been made during the current or prior year.

**Voluntary help and gifts in kind**

The Trustees are very grateful to the users of the mosque who give voluntary donations to further the aims of the Trust. All the money collected by the Trust arises from the weekly collection after Friday Juma Prayer and collection on special occasions such as Ramadan and Eid. The Trust is also helped by volunteers who give their time on Fridays to assist with collecting donations and help the administration with general duties like cleaning and getting the mosque ready for the Friday prayers.

**Activities**

The activities of the Trust include:

- Providing a place of worship for the five daily congregational prayers, weekly Friday Juma Prayer, Eid Prayer, Ramadan Prayers and other Holy periods.
- Providing a supplementary school for the education of children and adults in Islamic Studies, Quranic Studies, Arabic language and Urdu language.
- Carry out marriage, funeral and other services in accordance with Islamic traditions.
- Providing a mortuary where the body of the deceased can be kept in accordance with Islamic law.
- Providing a ritual washing facility where the body of the deceased can be prepared for burial in accordance with Islamic law.
- Providing help and advice for families of the deceased.
- Providing sporting and recreational activities for the young people who use the mosque.
- Providing holiday play schemes for local children.
- Collecting donations of food, clothing and money for charitable acts such as the Pakistan Earthquake Appeal.
- Collecting donations for the upkeep and running of the mosque and its activities.
- Engendering good relationships with members of other faith communities

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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**ACHIEVEMENT AND PERFORMANCE**

**Probation Office Building**

In February 2017 the Trust secured the purchase of the leasehold for the adjacent building vacated by the Probation Service. The Trust was waiting for the City Council, who own the Freehold, to agree to a change of use from Probation Services to Community and Educational services, before taking possession of the building. The change in the use was agreed and the actual completion took place in June 2018 with the change in use agreed by the council in April 2019. The Trust has established the Manchester Muslim College (MMC) in the Probation Office Building. The aim of MMC is to train Imams who are resident in this country and have a good grasp of English. This is a Five year course and successful students will graduate as Imams and will be given the title Maulana (Male) and Alimah (Female).

The Trust is now running 'The Friendship and Wellbeing Group' programme every Tuesday for Ladies and Wednesday for men. The Trust has also started various community based activities for the local community.

The Trust has allowed the NHS to use the Manchester Muslim College building as a Vaccination Centre to administer Covid 19 vaccines.

**Reconstruction of the Mosque Building**

The main Mosque building has been demolished and work has started on building a new larger and more impressive building to replace it, the completion date has been revised. The delay in the project completion is primarily due to changing of the contractor. All functions of the Mosque are taking place in the Annexe building during the period of reconstruction. The external structure of the new Mosque is complete with Dome and Minarets. The Trustees are in the process of appointing contractors for the internal work.

The building work on the new mosque has progressed and is near completion. The new completion date is September 2022.

**Sisters Study Circle at North Manchester Jamia Masjid**

The Sisters Study Circle (SSC) is brought about by the need for structured activities for women and children in the local Muslim community of Cheetham Hill.

The SSC first started meeting in February 2009 on a Saturday morning in the North Manchester Jamia Masjid (NMJM) and since then they have continued to gather weekly to:

- ensure the well being of Muslim women and children in the community
- to refresh knowledge and learn more about our faith
- to assist each other in developing self-confidence and self-respect
- to enable each other to deal with issues faced by Muslim women
- to share experiences
- parenting course held for local parents.

The study circle starts with the recitation of a verse from the Holy Quran and then moves on to a short story aimed at the younger children. This is followed by a talk on a topic of interest by one of the sisters, and at the end all sisters are invited to discuss, offer their opinions and ask questions. The programme is ended by sisters joining together to recite Nasheed, Dhikr and Salaam.

The SSC has also organised programmes for the wider community such as annual Eid Milaad-un-Nabi (Birthday of the Prophet Mohammad Peace be upon him) programmes and Eid parties which are very successful.

Annually the Eid Milaad-un-Nabi programme is attended by over 700 women. Nasheeds are recited by children who study at the Mosque's evening school and by the SSC sisters. Inspiring speeches are given by invited guests and food is provided at the end of the programme.

SSC also hold fundraising Eid Parties. All the money raised is donated to the Mosque Redevelopment Project fund.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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The event includes a bouncy castle and games and activities for children and hot food and snacks are available throughout the day at the numerous food stalls. There are stalls, selling arts and crafts, jewellery, shawls and scarves, bags and shoes, books and CDs and much more. An auction of donated items generously provided by local businesses and individuals is also held towards the end of the programme. The SSC raised several thousand pounds for the Trust during this financial year.

We hope to continue with these events in forthcoming years as well as arranging events such as picnic-in-the-park and day trips to local places of interest such as seaside resorts and amusement parks. In addition to holding Eid prayers in the Mosque, prayers were said in a local park (Heaton Park, Manchester).

**Supplementary School**

The Supplementary School has grown from strength to strength. We now have over 200 children who attend classes in Islamic studies, Quranic studies and modern foreign languages such as Urdu and Arabic. They attend the school from 5.00pm to 7.00pm each weekday. A new uniform has been introduced to give the children a sense of pride and belonging.

22 part time teachers have been taken on to teach the children. Regular training is provided to the teachers by our Iman and they have also attended safe-guarding training provided by the Local Authority. Additionally the teachers also attended the class room management training in the year.

**FINANCIAL REVIEW**

**Financial position**

For the year ended 31 March 2021 the total incoming resources amounted to £741,366 (2020: £683,401). Of this income £738,481 was received by way of donations, with £356,322 classified as restricted funds being donated specifically in response to an appeal for the development of the Mosque and Zakat. The balance is unrestricted and undesignated. Other income relates to bank interest receivable which totalled £2,885. Resources expended totalled £392,870 compared to £437,462 in 2020.

Net resources for the year were £348,496 (2020: £245,939).

**Reserves policy and financial policy:**

The trustees have examined the need for free reserves i.e. those unrestricted not invested in tangible assets, designated for specific purposes or otherwise committed. The Trustees consider that, given the nature of the charity's work and its commitment, the level of free reserves should be such as will enable the charity to meet its commitments for the foreseeable future.

The statement of financial position shows total reserves of £7,220,898. Of this, £3,210,276 is represented by unrestricted funds which is for the support of the charity objectives.

**Going concern**

After considering the role of Ibad-Ur-Rahman within the wider community and risk management, the Trustees have reasonable expectation that the trust have adequate resources and cash flows to meet their spending commitments for the foreseeable future. Weekly donations continue to exceed ongoing running costs of the charity. Accordingly, they continue to adopt the going concern basis of accounting in preparing the financial statements.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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**FUTURE PLANS**

The Trustees plan to:

- Continue to meet the needs of the growing Muslim community by offering services that are identified by the community.
- Review the management structure of the Trust to bring in new expertise.
- Create a link between the Annex Building and the main building to provide more space for larger congregations
- Build retail or office premises on land owned by the Trust. Rental income from the premises will be a regular source of income for the Trust.
- A second floor has been added to the Annex Building in preparation for the re-development of the main Mosque building. This has increased the capacity of this building to over 1,000 worshippers. During the reconstruction of the main Mosque building, two congregational prayers will be held on Fridays.
- The work started on building a larger mosque in October 2015 and is expected to be completed by September 2022.
- A new college by the name of Manchester Muslim College has now been set up in the probation building purchased in the year. The college will be providing a five year course for students who wish to become an Imam. The College has remained open through this difficult time, with many lessons taking place online.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a trust deed dated 9 March 1982, amended on 14 September 2012.

**Organisational structure**

The original Trust deed allows for a maximum of 5 trustees.

The powers and duties of the Trustees are clearly outlined in the trust deed. The Trust is based at North Manchester Jamia Mosque, 3 Woodlands Rd, Cheetham Hill, Manchester, M8 9LF.

The Trust now has 3 full time employees (Chief Imam, Trust Manager and an office administrator/caretaker), 3 part time Assistant Imams, 22 part time teachers of Islamic Studies, Arabic and Urdu and 1 part time caretaker/cleaner.

The Trust has set up a management committee of 31 members to help with organisational tasks. This management committee is divided into sub-committees, namely:

- Religious Affairs
- Finance/Accounts
- Education/Sports/Leisure
- Building Maintenance/Security
- Cultural/festival/catering

These sub-committees have clearly defined roles and responsibilities and their activities are closely monitored by the Trustees. Each sub-committee is headed by one of the Trustees. Decisions need to be ratified by the Trustees.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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**Trustees' responsibilities**

The trust deed requires that the trustees keep proper books of account and records showing all receipts and payments and containing all such records as may be appropriate to the running of the trust. In addition, trustees must:

- Select suitable accounting policies and apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- Follow applicable accounting standards disclosing any disparities in the accounts, and prepare the accounts on a going concern basis unless it is inappropriate to assume that the trust will continue to operate.

The trustees have also complied with their duties under section 4 of the Charities Act 2011 regarding public benefit requirement by defining the charities' objectives (Page 1) as for the public benefit and ensuring the activities undertaken during the year meet those objectives.

**Recruitment and Appointment of Trustees**

The existing trustees are responsible for the recruitment of new trustees, but in so doing the trustees seek the views the wider community. The trustees believe this approach ensures that new trustees are respected members of the faith and local communities and ensures that good relations are fostered between the Mosque and the people of the local community served.

In selecting new trustees, the trustees seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees' meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

**Induction and Training of Trustees**

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and advised of the policies and procedures adopted by our charity. A number of publications from the Charity Commission are also provided, including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees' meetings.

**Risk management**

In line with the requirement for trustees to undertake a risk assessment exercise and identify key risks the trust faces in England and Wales, the trustees have reviewed the measures in place, or needing to put in place, to deal with these risks. There are three main areas of risk that has been identified by the trustees.

- Governance and management
- Operational
- Reputational

Governance and management - this looks at the risks of the charity arising from lack of direction, at the skills and training of its members and staff, and the good use of its resources.

The powers and duties of the trustees are clearly set out in the trust deed. The management committee members help with the organisational tasks and their role and responsibilities are closely monitored by the trustees. The extension of the building to cater for funeral facilities and building of a car park are one of many steps undertaken to reflect good use of resources.

Operational - this looks at the risks inherent in the charity's activities including the process of collecting donations, the unsuitability of buildings, poor maintenance, short-comings in the services provided, poor health and safety, lack of a disaster recovery policy etc.

## **IBAD-UR-RAHMAN TRUST**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2021**

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Donations collected during the week are kept in a secured 'safe' and banked promptly by designated trustee. A separate record is made for any donations collected for a specific purpose and maintained by a designated trustee.

There are security alarms, fire alarms and a CCTV system in place within and around the mosque to ensure maximum safety and security of the property, personnel and congregation on a continuous basis.

Reputational - this looks at possible damage to the charity's reputation that can arise from mis-use of donated income, recruitment of non qualified Imams or lecturers etc.

Having a formal recruitment process in place will ensure that quality of service is maintained by the charity.

#### **Covid 19**

The Covid 19 pandemic had a major impact to the work of the Trust. Due to the National lockdown the Mosque was completely closed for a long period of time. This was followed by a period when congregational prayers were not permitted and worshippers could only come in for individual prayers under strict conditions to protect them against Covid infections. The Lockdown meant that the Mosque was closed during Ramadhan 2020. The Lockdown resulted in a big reduction in the amount of donations received by the Trust.

We were eventually able to open for congregational prayers with strict Covid 19 prevention procedures such as; booking in worshippers, social distancing, hand sanitising, face masks, bring own prayer mats and ablution from home. These restrictions meant that we could only accommodate around 25% of the worshippers that we would normally have had for Friday prayers. Our Madrassah classes were also closed for many months resulting in children missing their religious lessons.

The Trust has helped the local community with Covid 19 prevention by allowing the NHS to use our Manchester College Building as a Covid 19 vaccination centre. Thousands of people have received their vaccinations through our centre. We also trained volunteers to perform the ritual of Islamic washing and shrouding of people who had passed away due to Covid 19. At one point we were the only Mosque in Manchester offering this important religious service and received bodies from all over Greater Manchester.

**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**  
512616

**Principal address**

North Manchester Jamia Mosque  
(Ibad-Ur-Rahman Trust)  
3 Woodlands Road  
Cheetham Hill  
Manchester  
M8 9LF

**Trustees**

M Azmi  
K Hussain  
I Hanif  
G Hassan  
D Fozdar

**Auditors**

DTE Business Advisers Limited  
Chartered Accountants  
Statutory Auditors  
The Exchange  
5 Bank Street  
Bury  
BL9 0DN

**Bankers**

United National Bank Ltd.  
Unit 4, Cheetham Hill Shopping Center  
40 Bury old Road  
Manchester  
M8 5EL

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

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

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

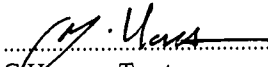
**IBAD-UR-RAHMAN TRUST**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

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**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

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

Approved by order of the board of trustees on .....22/06/22..... and signed on its behalf by:

  
.....  
G Hassan - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

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**Opinion**

We have audited the financial statements of Ibad-Ur-Rahman Trust (the 'charity') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

**Basis for opinion**

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

**Conclusions relating to going concern**

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

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

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

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Matters on which we are required to report by exception**

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

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**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

**As part of our planning process:**

- We enquired of management the systems and controls the charity has in place, the areas of the financial statements that are mostly susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The charity did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the charity. We determined that the following were most relevant: Charities SORP (FRS 102), Companies Act 2006, Charities Act 2016, and health and safety legislation.
- We considered the incentives and opportunities that exist in the charity, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated, and tailored our risk assessment accordingly.
- Using our knowledge of the charity, together with the discussions held with the charity at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF  
IBAD-UR-RAHMAN TRUST**

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**The key procedures we undertook to detect irregularities including fraud during the course of the audit included:**

- Performing walkthrough tests of income and expenses to ensure that appropriate controls and segregation of duties are in place.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Reviewing and challenging the assumptions and judgements used by management in their significant accounting estimates, in particular in relation to depreciation.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines for evidence of management bias.
- Documenting and verifying all significant related party balances and transactions.
- Reviewing documentation such as the trustees minutes for discussions of irregularities including fraud.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements even though we have properly planned and performed our audit in accordance with auditing standards. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the entity.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



DTE Business Advisers Limited  
Chartered Accountants  
Statutory Auditors  
The Exchange  
5 Bank Street  
Bury  
BL9 0DN

Date: 24 June 2022.....

**IBAD-UR-RAHMAN TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	3	382,159	356,322	738,481	677,479
Investment income	4	2,885	-	2,885	5,922
<b>Total</b>		<b>385,044</b>	<b>356,322</b>	<b>741,366</b>	<b>683,401</b>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	5				
Wages		151,120	-	151,120	168,437
Establishment costs		89,954	-	89,954	93,719
Donations		522	-	522	33,010
Education and Guest speakers		48,990	-	48,990	40,106
Governance costs		6,417	-	6,417	5,754
Depreciation		85,878	9,989	95,867	96,436
<b>Total</b>		<b>382,881</b>	<b>9,989</b>	<b>392,870</b>	<b>437,462</b>
<b>NET INCOME</b>		<b>2,163</b>	<b>346,333</b>	<b>348,496</b>	<b>245,939</b>
<b>Transfers between funds</b>	14	<b>(228,149)</b>	<b>228,149</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>(225,986)</b>	<b>574,482</b>	<b>348,496</b>	<b>245,939</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>3,436,262</b>	<b>3,436,140</b>	<b>6,872,402</b>	<b>6,626,463</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>3,210,276</b>	<b>4,010,622</b>	<b>7,220,898</b>	<b>6,872,402</b>

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**

**STATEMENT OF FINANCIAL POSITION  
31 MARCH 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
<b>FIXED ASSETS</b>					
Property, plant & equipment	11	2,325,229	3,984,451	6,309,680	4,593,947
<b>CURRENT ASSETS</b>					
Debtors	12	14,118	-	14,118	17,611
Cash at bank and in hand		923,438	26,171	949,609	2,309,735
		<u>937,556</u>	<u>26,171</u>	<u>963,727</u>	<u>2,327,346</u>
<b>CREDITORS</b>					
Amounts falling due within one year	13	(52,509)	-	(52,509)	(48,891)
<b>NET CURRENT ASSETS</b>		<u>885,047</u>	<u>26,171</u>	<u>911,218</u>	<u>2,278,455</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>3,210,276</u>	<u>4,010,622</u>	<u>7,220,898</u>	<u>6,872,402</u>
<b>NET ASSETS</b>		<u>3,210,276</u>	<u>4,010,622</u>	<u>7,220,898</u>	<u>6,872,402</u>
<b>FUNDS</b>					
	14			3,210,276	3,436,262
Unrestricted funds				4,010,622	3,436,140
Restricted funds					
<b>TOTAL FUNDS</b>				<u>7,220,898</u>	<u>6,872,402</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22/06/22 and were signed on its behalf by:

  
K Hussain - Trustee

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

	Notes	2021 £	2020 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	448,589	344,341
Net cash provided by operating activities		<u>448,589</u>	<u>344,341</u>
<b>Cash flows from investing activities</b>			
Purchase of property, plant & equipment		(1,811,600)	(157,113)
Interest received		2,885	5,922
Net cash used in investing activities		<u>(1,808,715)</u>	<u>(151,191)</u>
<b>Change in cash and cash equivalents in the reporting period</b>			
Cash and cash equivalents at the beginning of the reporting period		(1,360,126)	193,150
		<u>2,309,735</u>	<u>2,116,585</u>
Cash and cash equivalents at the end of the reporting period		<u>949,609</u>	<u>2,309,735</u>

The notes form part of these financial statements

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 MARCH 2021**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	348,496	245,939
<b>Adjustments for:</b>		
Depreciation charges	95,867	96,436
Interest received	(2,885)	(5,922)
Decrease/(increase) in debtors	3,493	(1,168)
Increase in creditors	3,618	9,056
	<u>448,589</u>	<u>344,341</u>
<b>Net cash provided by operations</b>	<b>448,589</b>	<b>344,341</b>

2. ANALYSIS OF CHANGES IN NET FUNDS	At 1.4.20 £	Cash flow £	At 31.3.21 £
<b>Net cash</b>			
Cash at bank and in hand	2,309,735	(1,360,126)	949,609
	<u>2,309,735</u>	<u>(1,360,126)</u>	<u>949,609</u>
<b>Total</b>	<b>2,309,735</b>	<b>(1,360,126)</b>	<b>949,609</b>

The notes form part of these financial statements

## IBAD-UR-RAHMAN TRUST

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

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#### 1. LEGAL STATUS

Ibad-Ur-Rahman trust is regulated by charity commission since registration on 24 May 1982.

#### 2. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The Trustees have considered the impact of the pandemic on the trust and recognise that the future cannot be predicted with certainty. The Trust continued to be supported throughout the lockdown.

After considering the role of Ibad-Ur-Rahman within the wider community (described on pages 1-6 of the Trustee's report) and risk management, the trustees have reasonable expectation that the trust has adequate resources and cash flows to meet its spending commitments for the foreseeable future. Weekly donations continue to exceed ongoing running costs of the charity.

The trustees believe that the trust can manage the risk it faces at these challenging times and therefore continue to adopt the going concern basis of accounting in preparing these financial statements.

##### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. In accordance with the Charities SORP (FRS102), the general volunteer time of volunteers is not recognised as income and can refer to the trustee's annual report for more information about their contribution.

##### **Expenditure**

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

##### **Property, plant & equipment**

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

Land	- Not depreciated
Freehold property & building	- Straight line over 25 years
Fixtures and fittings	- 25% on reducing balance
Leasehold property	- Straight line over 65 years

Expenditure on minor items of fixtures and fittings, which are individually immaterial, are charged to the statement of financial position when incurred.

Freehold property is owned by the charity and it is used for direct charitable purposes.

The property currently under construction will not be depreciated until construction is complete.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021**

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**2. ACCOUNTING POLICIES - continued**

**Property, plant & equipment**

The residual values, estimated useful lives and depreciation method of property, plant and equipment are reviewed, and adjusted as appropriate, at each statement of financial position date. The effects of any revision are recognised in the statement of financial activities when the change arises.

**Taxation**

The charity is exempt from tax on its charitable activities.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. In this case the reserves represent monies held for the development of the mosque and monies held for specific charitable work.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Pension costs and other post-retirement benefits**

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short term liquid investments with original maturities of three months or less.

**Critical accounting estimates and judgements**

In the application of the charity's accounting policies, the trustees are required to make estimates and judgements. The estimates are based on historical experiences and other relevant factors. Actual results may differ from these estimates.

The estimates are continually evaluated. Revisions to accounting estimates are recognised in the period in which the estimate is revised.

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are outlined below:-

- 1) Estimating the useful economic life of an asset and the anticipated residual value in calculating an appropriate depreciation charge.
- 2) Reviewing the valuation of freehold land and buildings and determining whether there are any indicators of impairment of the charity's tangible assets.

**Government grant income**

Grant income that becomes receivable under 'Protection of Places of Worship Scheme' is recognised in income in the period in which it becomes receivable.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021**

**3. DONATIONS AND LEGACIES**

	2021	2020
	£	£
Donations	644,203	665,711
Grants	94,278	11,768
	<b>738,481</b>	<b>677,479</b>

Grants received, included in the above, are as follows:

	2021	2020
	£	£
Other grants	94,278	11,768
	<b>94,278</b>	<b>11,768</b>

**4. INVESTMENT INCOME**

	2021	2020
	£	£
Deposit account interest	2,885	5,922
	<b>2,885</b>	<b>5,922</b>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 6) £	Totals £
Wages	151,120	-	151,120
Establishment costs	84,845	5,109	89,954
Donations	522	-	522
Education and Guest speakers	48,990	-	48,990
Governance costs	-	6,417	6,417
Depreciation	95,867	-	95,867
	<b>381,344</b>	<b>11,526</b>	<b>392,870</b>

**6. SUPPORT COSTS**

	Governance costs £
Establishment costs	5,109
Governance costs	6,417
	<b>11,526</b>

IBAD-UR-RAHMAN TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021

6. SUPPORT COSTS - continued

	2021
	£
Audit fees	3,600
Accountancy services	2,154
	<u>5,754</u>

7. AUDITORS' REMUNERATION

During the year remuneration of £3,600 (2020: £3,600) was paid to the auditors of the charity.

8. TRUSTEES' REMUNERATION AND BENEFITS

Qamaruzzaman Azmi (Chief Imam) was appointed as trustee in July 2009, Mr Azmi is in the receipt of a salary for his position as Chief Imam. During the year ended 31 March 2021 he was paid a remuneration of £23,046 (2020: £26,231)

Trustees' expenses

There were no trustees' benefits or expenses for the year ended 31 March 2021, nor for the year ended 31 March 2020.

9. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	149,616	163,687
Social security costs	1,688	3,659
Other pension costs	957	1,091
	<u>152,261</u>	<u>168,437</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Administration and support	<u>29</u>	<u>28</u>

No employees received emoluments in excess of £60,000.

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021**

**10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	333,982	343,497	677,479
Investment income	5,922	-	5,922
<b>Total</b>	<b>339,904</b>	<b>343,497</b>	<b>683,401</b>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Wages	168,437	-	168,437
Establishment costs	93,719	-	93,719
Donations	6,763	26,247	33,010
Education and Guest speakers	40,106	-	40,106
Governance costs	5,754	-	5,754
Depreciation	86,447	9,989	96,436
<b>Total</b>	<b>401,226</b>	<b>36,236</b>	<b>437,462</b>
<b>NET INCOME/(EXPENDITURE)</b>	<b>(61,322)</b>	<b>307,261</b>	<b>245,939</b>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	<b>3,497,584</b>	<b>3,128,879</b>	<b>6,626,463</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>3,436,262</b>	<b>3,436,140</b>	<b>6,872,402</b>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021**

**11. PROPERTY, PLANT & EQUIPMENT**

	Freehold land and buildings under construction £	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Totals £
<b>COST</b>					
At 1 April 2020	2,189,060	2,442,410	401,697	73,520	5,106,687
Additions	1,811,600	-	-	-	1,811,600
At 31 March 2021	<u>4,000,660</u>	<u>2,442,410</u>	<u>401,697</u>	<u>73,520</u>	<u>6,918,287</u>
<b>DEPRECIATION</b>					
At 1 April 2020	-	439,880	6,180	66,680	512,740
Charge for year	-	87,977	6,180	1,710	95,867
At 31 March 2021	-	<u>527,857</u>	<u>12,360</u>	<u>68,390</u>	<u>608,607</u>
<b>NET BOOK VALUE</b>					
At 31 March 2021	<u>4,000,660</u>	<u>1,914,553</u>	<u>389,337</u>	<u>5,130</u>	<u>6,309,680</u>
At 31 March 2020	<u>2,189,060</u>	<u>2,002,530</u>	<u>395,517</u>	<u>6,840</u>	<u>4,593,947</u>

Included in cost or valuation of land and buildings is freehold land of £449,000 (2020 - £449,000) which is not depreciated.

The freehold property is the Jamia Mosque, Woodlands Road, Woodland Street, Cheetham Hill. A valuation of £2,636,000 was provided by Aspin and Company Chartered Surveyors on 19 June 2013. This includes the land on which the redevelopment of the mosque is currently ongoing, with a value of £206,000. The balance of £2,430,000 relates to the value of the land and other buildings not subject to redevelopment.

**12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021 £	2020 £
Other debtors	12,000	12,000
Prepayments and accrued income	2,118	5,611
	<u>14,118</u>	<u>17,611</u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021**

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2021	2020
	£	£
Accrued expenses	<u>52,509</u>	<u>48,891</u>

**14. MOVEMENT IN FUNDS**

	At 1.4.20	Net movement in funds	Transfers between funds	At 31.3.21
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	1,969,680	2,163	(228,149)	1,743,694
Revaluation reserve	1,466,582	-	-	1,466,582
	<u>3,436,262</u>	<u>2,163</u>	<u>(228,149)</u>	<u>3,210,276</u>
<b>Restricted funds</b>				
Zakat	16,061	10,110	-	26,171
Building development appeal	1,237,239	346,212	(1,583,451)	-
Building development expended	2,182,840	(9,989)	1,811,600	3,984,451
	<u>3,436,140</u>	<u>346,333</u>	<u>228,149</u>	<u>4,010,622</u>
<b>TOTAL FUNDS</b>	<u>6,872,402</u>	<u>348,496</u>	<u>-</u>	<u>7,220,898</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Unrestricted funds</b>			
General fund	385,044	(382,881)	2,163
<b>Restricted funds</b>			
Zakat	10,110	-	10,110
Building development appeal	346,212	-	346,212
Building development expended	-	(9,989)	(9,989)
	<u>356,322</u>	<u>(9,989)</u>	<u>346,333</u>
<b>TOTAL FUNDS</b>	<u>741,366</u>	<u>(392,870)</u>	<u>348,496</u>

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021**

**14. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
<b>Unrestricted funds</b>				
General fund	2,031,002	(61,322)	-	1,969,680
Revaluation reserve	1,466,582	-	-	1,466,582
	<u>3,497,584</u>	<u>(61,322)</u>	<u>-</u>	<u>3,436,262</u>
<b>Restricted funds</b>				
Zakat	13,061	3,000	-	16,061
Building development appeal	1,075,770	317,417	(155,948)	1,237,239
Building development expended	2,036,881	(9,989)	155,948	2,182,840
New Zealand Appeal	3,167	(3,167)	-	-
	<u>3,128,879</u>	<u>307,261</u>	<u>-</u>	<u>3,436,140</u>
<b>TOTAL FUNDS</b>	<u>6,626,463</u>	<u>245,939</u>	<u>-</u>	<u>6,872,402</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	339,904	(401,226)	(61,322)
<b>Restricted funds</b>			
Zakat	26,080	(23,080)	3,000
Building development appeal	317,417	-	317,417
Building development expended	-	(9,989)	(9,989)
New Zealand Appeal	-	(3,167)	(3,167)
	<u>343,497</u>	<u>(36,236)</u>	<u>307,261</u>
<b>TOTAL FUNDS</b>	<u>683,401</u>	<u>(437,462)</u>	<u>245,939</u>

**Zakat**

This restricted fund comprises of monies specifically to be used for making donations to other charities/madrasas particularly to those in India and Pakistan.

**Building development appeal**

This restricted fund comprises of all monies donated to the trust specifically for the construction of the mosque building.

**Building development expended**

This restricted fund comprises of all the monies that has been spent on the mosque development.

**New Zealand appeal**

**IBAD-UR-RAHMAN TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2021**

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**14. MOVEMENT IN FUNDS - continued**

This restricted fund comprises of all the monies that has been donated to trust for the victims of Christchurch mosque incident in March 2019, the current year donation expense comprises the full amount of the appeal.

**Transfers between funds**

**Restricted Funds**

A total of £1,583,451 was transferred from the Building Development Appeal to the Building Development Expended and £228,149 from General to Building Development Expended in respect of the amount spent on mosque development and consequently capitalised.

**15. RELATED PARTY DISCLOSURES**

During the period, a total of key management personnel compensation of £23,046 (2020: £26,231) was paid.

**16. ULTIMATE CONTROLLING PARTY**

The charity is controlled by the trustees in the office.