

**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.

# **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

	Notes	2024		2023	
		£	£	£	£
<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	
		275,198		349,756	
<b>Creditors: amounts falling due within one year</b>	14	(71,694)		(63,373)	
<b>Net current assets</b>			203,504		286,383
<b>Total assets less current liabilities</b>			7,849,413		7,931,630
<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
			7,849,413		7,931,630

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>

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# 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

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
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

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

#### 5 Income from investments

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

	Total Funds 2024 £	Total Funds 2023 £
<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

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

	At 1 April 2023 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2024 £
General fund	2,468,487	586,909	(628,359)	(130,070)	2,296,967
<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)	-
	2,574,088	439,824	524,502	(20,923)	2,468,487

#### 18 Analysis of net assets between funds

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

#### 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</b>	<b>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
		<hr/>	<hr/>
	<b>Cash generated from operations</b>	<b>235,953</b>	<b>339,138</b>
		<hr/> <hr/>	<hr/> <hr/>

### 21 Analysis of changes in net funds

The Trust had no material debt during the year.