

**Report of the Trustees and
Financial Statements
for the Year Ended 31 March 2022
for
Dar Ul Uloom Islamia Rizwia (Bralawai)**

Locke Williams Associates LLP
Chartered Accountants
Registered Auditors
c/o Blackthorn House
St Pauls Square
Birmingham
West Midlands
B3 1RL

Dar UI Uloom Islamia Rizwia (Bralawai)

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for the Year Ended 31 March 2022**

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Dar Ul Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of 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

Objectives and aims

The objects of the Charity are to promote for the benefit of persons who profess the faith of Dar ul Uloom Islamia Rizwia (Bralawai) and who are resident in the city of Birmingham, by:

- (i) the advancement of education particularly religious education and in the principles of the Islamic faith by the establishment, support, maintenance and management of a school and by the provisions of scholarships and bursaries tenable at the said school.
- (ii) the propagation advancement and practice of the Islamic Religion according to the said faith by the acquisition maintenance and furnishing of a place or places for religious worship and by the holding of religious services;
- (iii) the relief of poverty; and
- (iv) the provision of facilities by associating the local authorities, voluntary organisations and the said persons in a common effort to provide such facilities in the interest of social welfare for recreation and leisure time occupation with the object of improving the conditions of life for the said persons and the establishment or the securing of the establishment of a community centre and the maintenance or the co-operation with any local statutory authority in the maintenance and management of such centre for activities promoted by the Charity and its constituent bodies in furtherance of these objects.

Charitable purpose

The purpose of the Charity is to help local people fulfil their personal potential both as people of faith and more generally. To help beneficiaries to reduce poverty on an individual basis, in their families and networks and in their local neighbourhoods.

The Charity will endeavour to fulfil this trust by the implementation of its objects (as above), in particular by:

- Advancing education, particularly religious education in the principles of the Islamic faith through the Education Centre and related activities;
- Maintaining the Central Jamia Mosque Ghamkol Sharif on Golden Hillock Road (the Masjid) as a place of religious worship and providing appropriate services that meet the needs of the local community and others who attend the Masjid;
- The relief of poverty; and
- The provision of facilities, either directly or in partnership with other appropriate organisations, in the interest of social welfare, recreation and leisure to improve the quality of life of local people.

Public benefit

Taking into consideration our purpose and objectives and in conjunction with the guidance contained in the Charity Commission's general guidance on public benefit, we have concluded:

- That the aims and work done give identifiable benefits to the local community and both directly and indirectly to individuals in need;
- That the benefits are for the public, are not unreasonably restricted in any way and certainly not by ability to pay; and
- That there is no detriment or harm arising from the aims or activities described above.

Dar Ul Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Lifting of the National Lockdown: Covid 19

The year to 31 March 2021 saw a level of disruption that was unprecedented. Every aspect of our lives was affected by the pandemic and the work of the Masjid was not exempted. Across the country, mosques and other charities providing religious services were asked to play their part in supporting the national cause to prevent unnecessary hospitalisation or death and reduce the transmission of the virus. Between March and July 2020, the charity was for the first time required to close its doors, including those of the Masjid.

The closure of the Masjid in Ramadan 2020 was a challenge for our congregation and a time of sadness. Our beneficiaries missed out on the congregational voluntary night time prayers during the blessed month and the Eid ul-Fitr prayers at the end. However, with a reduced capacity and other measures still in place, the Charity used the open outdoor space of the car park as an extension of the Masjid to accommodate more of the community for the Eid ul-Adha prayers in the summer of 2020.

In February 2021, the UK Government published its 4-step plan to ease lockdown restrictions in England. Faith based charities and places of worship were allowed to open their doors with social distancing and other preventative measures being in place.

By Ramadan 2021, there was absolute elation as the Charity was able to open its doors to approximately 500 worshipers every night in accordance to government guidelines, allowing them to partake in the night time prayers that they had so much longed for.

It was not until the summer of 2021 when the national lockdown restrictions were eased following a reduction in the number of covid cases, that the Masjid was really able to open up for other services, in particular allowing the community to come together to bereave the loss of their loved ones.

By the winter of 2021, greater numbers from the community had started to come together in the Masjid to pray and access other services allowing the charity to begin to return to some form of normality.

Our volunteers

We would like to take this opportunity once again to recognise and appreciate the immense effort and sacrifice of our dedicated and loyal volunteers, who have helped throughout these challenging times. These exceptional people stayed with us through thick and thin despite the pandemic and the challenges experienced within the organisation.

Mosque/Masjid:

- The facilitation of the 5 daily prayers, including the Friday prayer
- Eid ul-Fitr and Eid ul-Adha, utilising the car park to ensure numbers were catered for with social distancing.
- A range of religious support services for the families who have lost loved ones throughout the year
- Islamic Counselling Services
- Weddings, in accordance with Islamic law
- The facilitation of Ramadan and the recitation of the Holy Qur'an, in full
- The opening of the Ghamkol Sharif Reference Library

With the removal of a blanket lockdown, and restrictions eased for the Mosque, the Charity embarked upon a number of additional communal events throughout the year, predominately in English.

Dar Ul Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

These included:

- A Prayer for Palestine
- Monthly gatherings (throughout the year) of Sayyiduna Shaykh Abdul Qadir Jilani (r.a)
- Weekly lectures on Al-Adab Al-Mufrad
- Weekly lectures on 'A Journey Through the Qur'an in Preparation for Ramadan'
- The Life and Legacy of The Grand Master Imam Ahmed Raza Khan (r.a.)
- The 12 nights of Rabl' Ul-Awwal
- Khatam e-Khawajgan and Dhikr gatherings every week
- The Importance of Reading in Times of Illiteracy
- The Sufi Tradition of Serving Humanity
- The Night of Israa' and Mi'raaj
- Journey to the Lord of Power
- Spiritual Dimensions of Fasting
- The Fiqh of Fasting
- The Night of Deliverance, Laylatul Bara'ah
- 40 Hadith on the Virtues of the Qur'an
- Recital of Qaseedah Badariyya
- Weekly recital of Qasida al-Burda Sharif

Sister's Gatherings

With the opening of the Madrasah and the engagement of mothers, the Charity embarked upon a number of regular services for women only. These included weekly and monthly events.

Such as:

- Roadmap for a Productive Ramadan
- Mawlid An-Nabi

Community Projects:

- Post 16 education for local women in collaboration with South and City College Birmingham
- Supported housing provision for vulnerable adults in collaboration with Trinity Housing, which came to an end in early 2022.
- Working with local community organisations and residents in three key areas: Small Heath Park, with a focus on initiating the renovation of the Small Heath Park Lodge, the Small Heath Swimming Baths, and working on improvements for bereavement related services with public sector bodies.

The City of Knowledge Academy, registered charity number: 1137342('CK')

During the year there was a contractual dispute with CK.

Fundraising activities

The Charity does not carry out any off-site fund-raising. Members of our congregation/beneficiaries make voluntary donations on site, either in the office or during prayers via a sealed bucket collection or donate electronically via the donation kiosk or one of the safes located on the Mosque premises.

Dar UI Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

FINANCIAL REVIEW

Financial position

During the financial year, CJMGS delivered a financial deficit of £515,439 (2020/21: deficit of £247,328).

In line with the Charity's preliminary Strategic Statement, published September 2021, the Trustees, have utilised resources to bring to fruition the initial stages of the works identified. This includes the development of a professional website that includes a wide range of tools and features to better engage with our congregation and beneficiaries. We also undertook capital works, focused on refurbishments to the Community Hub, the Masjid, and the Madrasah. The Masjid has new, better insulated windows, as well as a new reference library. Capital improvements have also started in the Madrasah, to allow both staff and children, an enhanced work and learning experience. The capital works in the Community Hub represent the first phase of development to allow the Charity to focus on new services to the wide community, in partnership with other stakeholders. There has also been an increase in the number of staff the Charity employs.

Legal Support

The Charity incurred substantial legal costs in the year ended March 2022. These costs arose from the need for continuing advice in relation to:

- (a) the challenges referred to elsewhere in this report and the ongoing work required to resolve continuing challenges (as reported in previous years), including:
 - the dispute with individuals seeking to interfere with the management of the Masjid;
 - responding to the decision of individuals to assert rights in the name and logo of the Masjid - including registering the name and logo as trade marks;
 - addressing queries raised by the Charity Commission and the ongoing regulatory engagement;
- (b) the Board's decision to seek specialist support with the work done by the trustees and the leadership team to review and improve the governance of the charity and a number of operational policies and procedures, taking into account the guidance received from the Charity Commission.

These factors continued through the year ended March 2022 and are expected to continue through to March 2024. The Board will report as appropriate in the accounts and reports for those years.

Restrictions and Investment Powers

The Trust Deed authorises investment of surplus monies not immediately required, subject only to conditions and consents imposed by law.

Reserves policy

The Trustee Board reviews and updates its reserves policy annually to ensure its compliance with Charity Commission best practice. This requires reserves to be available to cover future contingencies and liabilities. The Reserves Policy requires at least six months' ordinary operating expenditure to be held as unrestricted funds, equating to £275,000 at budgeted expenditure levels.

The unrestricted general free reserves at 31 March 2022 were £2,292,815 (2021: £2,849,371 as restated). Free reserves are reserves which do not include restricted funds, designated funds of £7,038,001 or funds tied up in the other fixed assets of £55,554.

Restricted reserves at the end of the year amount to £18,334 (2021: £7,332 as restated).

Dar Ul Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

Going concern

The Charity reported a cash outflow of £286,368 for the year. It has available bank balances of £2,214,976 at the 31 March 2022.

After making further appropriate enquiries and despite the ongoing Covid-19 restrictions, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the twelve months from the date of signing this report. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

LOOKING AHEAD

As the Charity is in a Statutory Inquiry, with the appointment of an Interim Manager, the immediate focus will be to ensure the implementation of the advice, guidance and the agreed Action Plan with the Commission, as well as other areas of concern that have been identified.

Once that has been completed, the Board anticipates resuming work on a number of strategic projects, including working in collaboration with local organisations to help support to local people to meet the challenges arising from the cost of living crisis, improvement to local facilities and the environment.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Charity, which has the working name of 'Central Jamia Mosque Ghamkol Sharif' (CJMGS), is an unincorporated charity established by Deed of Trust, dated 16 January 1986 and registered with the Charity Commission on 18 April 1986. The Deed of Trust was amended by a resolution made under s280 of the Charities Act 2011 on 29 November 2019.

Identified concerns

There have been a number of historical allegations against staff and trustees relating to the use of social media and alleged misappropriation of funds. These have been widely reported in the media, including social media. The Charity Commission has been informed, and these issues form part of the Statutory Inquiry. Each allegation is taken very seriously by the trustees of the Charity and the staff team. We are actively investigating these and reporting our findings to the Charity Commission and releasing public statements if appropriate.

Where matters have been reported to the police to date the police have informed us that the allegations hold no substance or evidence to support the allegations and therefore, they will not be taking any further action.

Regardless of the fact the allegations are unfounded, there has been reputational damage; which we are systematically addressing with each and every allegation brought to our attention.

As reported previously, the Charity Commission, in June 2019, contacted the Charity about various regulatory concerns. After correspondence with the Charity Commission, the Board of Trustees was offered Regulatory Advice in early 2020.

The Charity Commission opened a Regulatory Compliance Case in August 2021 in relation to concerns that the advice had not been fully implemented, which resulted in the Charity Commission opening a Statutory Inquiry in November 2021. The Board of Trustees is actively engaged with the Charity Commission to address the concerns identified.

Dar Ul Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

The Board accepts that it was responsible to ensure the implementation of advice received from the Commission. A number of circumstances outside the control of the Charity made this more difficult than it would otherwise have been:

- The composition of the Board changed, with trustees resigning or being removed;
- A very large volume of e-mail correspondence, close to two thousand messages, addressed to trustees, staff and others. The vast majority of these e-mails are from unverified accounts using pseudonyms and when approached to speak directly with the Charity to consider their concerns, none have come forward to date;
- The use of pseudonymous social media accounts to criticise the Charity and make unfounded allegations has also been a concern in the year at hand;
- The time and resources deployed to investigate every allegation.

We are grateful to our accountants and auditors (Locke Williams Associates LLP) who have helped us complete the annual return and accounts for previous years, and ensured our legal obligation to file this report and accounts on time is met. We will work with them to make continuing improvements in this area.

We are glad to report the Charity's accounts for year ending 31 March 2022 are not qualified. This is due to the improvements in policies and procedures that have been implemented and the changes made to the historical method utilised to record the receipt of cash donations.

The Charity receives cash donations as follows:

- 1) Friday Jumm'ah prayer and events collections via bucket collection;
- 2) Donors depositing cash into one of several safes located throughout the Mosque;
- 3) Donors handing cash into the office;
- 4) Parents paying their Madrasah (supplementary school) fees (with the new changes introduced most of these fees are now paid by electronic means).

Trade Mark Case

The Trustees of the Charity (CJMGS) are delighted that the Trade Mark Registry Court for the UK Intellectual Property Office has ruled overwhelming in our favour on all 3 consolidated proceedings.

A summary of the Trade Mark decision can be found on the link below:

[Intellectual Property Office - Decisions \(ipo.gov.uk\)](https://ipo.gov.uk/decisions/)

The full decision can be accessed from this link:

[Trade Mark Inter Partes Decision O/556/22 \(ipo.gov.uk\)](https://ipo.gov.uk/decisions/interpartes/interpartes-055622/)

We are grateful that the Trade Mark Registry has recognised what we always stated to be the truth. We pursued these proceedings with regret and would prefer to have avoided the considerable expense involved, financially and in time, energy and disruption to the work of the charity.

This regret is shared by the Trustees, members of our congregation, beneficiaries, followers of Ghamkol Sharif and stakeholders across the country and internationally, from the headquarters of the Movement, the founders of Ghamkol Sharif, Kohat, Pakistan.

Dar Ul Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Trade Mark Case - continued

This regret is heightened, because the grandson (Junaid Akhtar), of one of the founding trustees, affectionately known as Sufi Sahib, was found by the Registry to have acted in bad faith. The standard of proof required, to act in bad faith is very high:

- in that he acted dishonestly,
- his intention was to mislead,
- his behaviour fell short of what is an acceptable standard, and
- implied a dishonest state of mind and or intention

The Charity, is now in the process of enforcing this ruling with those who using the name Ghamkol Sharif, without permission.

Recruitment and appointment of new trustees

Role descriptions, where applicable, are issued to each Trustee and a full induction is given setting out the obligations of a Trustee.

Organisational structure

The Charity is principally based in Birmingham, UK but works with organisations across the United Kingdom. The Trustees are responsible for the governance of the Charity, and the day-to-day management is performed by the Trustees and other volunteers, as well as some paid staff for administration of the Mosque and teachers for the Madrassa School.

Key management remuneration

The trustees consider the Board of Trustees and the Manager as comprising the senior management personnel of the charity in charge of directing and controlling the charity and running and operating the Charity, with the principal day-to-day administration and management responsibilities with the Manager of the Charity. All Trustees give their time freely and no Trustee remuneration was paid in the year. Any trustee expenses are detailed in note 8 to the accounts.

The pay of the charity's manager is in line with national minimum wage may be increased in accordance with average earnings index.

Related parties

There is a related party interest, concerning Golden Hillock Islamic Funerals Ltd (company number 12708494). One of the company directors, Mohammed Konane, is also a Trustee of the Charity. The funeral service company pays an annual rent of £4,800 for premises rented from the Charity and if possible a charitable donation to the Charity.

This related party interest, has since come to an end (on 3 January 2023), due to the dissolution of the Company.

Dar Ul Uloom Islamia Rizwia (Bralawai)

Report of the Trustees for the Year Ended 31 March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees actively review the major risks which the charity faces on a regular basis, in particular those relating to its operations and finances. They are satisfied that systems are in place to mitigate the charity's exposure to the major risks. The risk management strategy comprises:

- A regular review of the risks which the Charity may face;
- The adequacy of current systems and procedures to mitigate those risks identified in the strategy; and
- The implementation of procedures designed to minimise any potential risk on the Charity should any of those risks materialise.

The strategy is reviewed regularly by the Trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

517381

Principal address

Central Jamia Mosque Ghamkol Sharif
150 Golden Hillock Road
Small Heath
BIRMINGHAM
B10 0DX

Trustees

Mr Ahsan Ul-Haq
Mr Abdul Khaliq
Mr Zahir Abbas
Mr Asif Quayum
Mr Mohammed Konane
Mr Jamil Bashir

The following trustees (and former trustees) hold title to property belonging to the charity as custodian or nominee:

Trustees:

Mr Ahsan Ul-Haq
Mr Abdul Khaliq
Mr Zahir Abbas
Mr Asif Quayum
Mr Jamil Bashir
Mr Mohammed Konane

Former Trustees:

Al Haj Shaikh Muhammad Abdullah Khan
Al-Haj Fazal Illahi
Mohammad Saleem Akhtar
Al Haj Talib Hussain

Auditors

Locke Williams Associates LLP
Chartered Accountants
Registered Auditors
c/o Blackthorn House
St Pauls Square
Birmingham
West Midlands
B3 1RL

Bankers

United Bank UK

Dar UI Uloom Islamia Rizwia (Bralawai)

**Report of the Trustees
for the Year Ended 31 March 2022**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

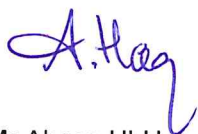
The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

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 27 January 2023 and signed on its behalf by:



Mr Ahsan UI-Haq - Trustee

**Report of the Independent Auditors to the Trustees of
Dar Ul Uloom Islamia Rizwia (Bralawai)**

Opinion

We have audited the financial statements of Dar Ul Uloom Islamia Rizwia (Bralawai) (the 'charity') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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.

**Report of the Independent Auditors to the Trustees of
Dar Ul Uloom Islamia Rizwia (Bralawai)**

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.

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:

We gained an understanding of the legal and regulatory framework applicable to the charity and the sector in which it operates, and considered the risk of acts by the charity that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to these risks, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to, the Charities Act 2011, the Charities SORP (FRS 102) and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management, trustees and enquiries of third parties, where appropriate.

**Report of the Independent Auditors to the Trustees of
Dar Ul Uloom Islamia Rizwia (Bralawai)**

As in all our audits, we also addressed the risk of management override of internal controls, including testing journals and checking the authorisation of expenditure as part of our substantive testing, using analytical review to identify any significant or unusual transactions and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. We did not identify any key audit matters relating to 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. 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.



Locke Williams Associates LLP
Chartered Accountants
Registered Auditors
c/o Blackthorn House
St Pauls Square
Birmingham
West Midlands
B3 1RL

Date: 27 January 2023



TRUSTED ACCOUNTING SOLUTIONS



Registered number: OC 350146
Registered in England and Wales
Katrina Williams FCA CTA TEP
David Williams FCA FCCA

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Birmingham B3 1RL T: 0121 262 3980

Dar Ul Uloom Islamia Rizwia (Bralawai)

**Statement of Financial Activities
for the Year Ended 31 March 2022**

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds as restated £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	156,252	11,002	167,254	69,795
Investment income	3	<u>200,663</u>	<u>-</u>	<u>200,663</u>	<u>213,207</u>
Total		<u>356,915</u>	<u>11,002</u>	<u>367,917</u>	<u>283,002</u>
EXPENDITURE ON					
Charitable activities	4				
Charitable activities		<u>883,356</u>	<u>-</u>	<u>883,356</u>	<u>530,330</u>
NET INCOME/(EXPENDITURE)		(526,441)	11,002	(515,439)	(247,328)
RECONCILIATION OF FUNDS					
Total funds brought forward					
As previously reported		9,920,143	-	9,920,143	10,167,471
Prior year adjustment	10	<u>(7,332)</u>	<u>7,332</u>	<u>-</u>	<u>-</u>
As restated		<u>9,912,811</u>	<u>7,332</u>	<u>9,920,143</u>	<u>10,167,471</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>9,386,370</u></u>	<u><u>18,334</u></u>	<u><u>9,404,704</u></u>	<u><u>9,920,143</u></u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

Dar UI Uloom Islamia Rizwia (Bralawai)

**Balance Sheet
31 March 2022**

	Notes	31.3.22 £	31.3.21 as restated £
FIXED ASSETS			
Tangible assets	12	3,097,967	3,067,852
Investment property	13	3,995,588	3,995,588
		7,093,555	7,063,440
CURRENT ASSETS			
Debtors	14	192,214	407,270
Cash at bank and in hand	15	2,214,976	2,501,344
		2,407,190	2,908,614
CREDITORS			
Amounts falling due within one year	16	(96,041)	(51,911)
NET CURRENT ASSETS		2,311,149	2,856,703
TOTAL ASSETS LESS CURRENT LIABILITIES		9,404,704	9,920,143
NET ASSETS		9,404,704	9,920,143
FUNDS	18		
Unrestricted funds:			
General fund		2,348,369	2,874,810
Freehold buildings		3,042,413	3,042,413
Investment property		3,995,588	3,995,588
		9,386,370	9,912,811
Restricted funds		18,334	7,332
TOTAL FUNDS		9,404,704	9,920,143

The financial statements were approved by the Board of Trustees and authorised for issue on 27 January 2023 and were signed on its behalf by:



Mr Zahir Abbas - Trustee



Mr Ahsan UI-Haq - Trustee

The notes form part of these financial statements

Dar UI Uloom Islamia Rizwia (Bralawai)

**Cash Flow Statement
for the Year Ended 31 March 2022**

	Notes	31.3.22 £	31.3.21 as restated £
Cash flows from operating activities			
Cash generated from operations	22	<u>(246,740)</u>	<u>(503,573)</u>
Net cash used in operating activities		<u>(246,740)</u>	<u>(503,573)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(39,796)</u>	-
Return on investment		<u>168</u>	<u>177</u>
Net cash (used in)/provided by investing activities		<u>(39,628)</u>	<u>177</u>
Change in cash and cash equivalents in the reporting period		<u>(286,368)</u>	<u>(503,396)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>2,501,344</u>	<u>3,004,740</u>
Cash and cash equivalents at the end of the reporting period		<u><u>2,214,976</u></u>	<u><u>2,501,344</u></u>

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 March 2022**

1. 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 financial statements are prepared in Sterling and rounded to the nearest £1.

Critical accounting judgements and key sources of estimation uncertainty

In preparing the Financial Statements, management is required to make estimates and assumptions which affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

Investment property - The trustees have revalued the property to fair value at the year end. They have based their valuation on a valuation carried out by Emma Hughes MRICS of Sanderson Weatherall on 01 April 2020.

The trustees consider that there are no significant areas of key judgement or estimation uncertainty other than those identified in the accounting policies above.

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. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Voluntary income is received by way of grants, donations and gifts, including gift aid income where applicable, and is included in full in the statement of financial activities when receivable. Income from grants, where related to performance and specific deliverables, are accounted for when it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Donated services and facilities are included at the value to the charity where this can be quantified and is material. The value of services provided by volunteers has not been included in these accounts.

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.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. The primary functional activity of the charity is the running of the Mosque and Madrassa school. It includes both costs that can be allocated directly to this activity and those costs of an indirect nature necessary to support them.

Dar Ul Uloom Islamia Rizwia (Bralawai)

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Freehold property	- not provided
Furniture, fittings and equipment	- 20% on cost
Motor vehicles	- 20% on cost

The Trustees consider that freehold properties are maintained in such a state of repair that their residual value is at least equal to their net book value. As a result, the corresponding depreciation would not be material and therefore, is not charged in the statement of activities. The Trustees perform annual impairment reviews in accordance with the requirements of FRS 102 to ensure that the carrying value is not higher than the recoverable amount.

All assets costing £500 or more are capitalised.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account. Any cash held in deposits with a longer maturity are held as long-term investments.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2020 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

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.

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. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

Dar Ul Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

2. DONATIONS AND LEGACIES

	31.3.22	31.3.21 as restated
	£	£
Donations	167,254	64,896
Grants	<u>-</u>	<u>4,899</u>
	<u>167,254</u>	<u>69,795</u>

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

	31.3.22	31.3.21 as restated
	£	£
HMRC - Coronavirus Job Retention Scheme	<u>-</u>	<u>4,899</u>

3. INVESTMENT INCOME

	31.3.22	31.3.21 as restated
	£	£
Rents received	200,495	213,030
Return on investment	<u>168</u>	<u>177</u>
	<u>200,663</u>	<u>213,207</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5) £	Support costs (see note 6) £	Totals £
Charitable activities	<u>726,301</u>	<u>157,055</u>	<u>883,356</u>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.3.22	31.3.21 as restated
	£	£
Staff costs	348,273	162,030
Water and utilities	33,995	32,102
Repairs, renewals and cleaning	34,663	98,479
Health and safety	5,388	4,266
Rent	5,950	-
Building projects	153,600	-
Sundries	44,846	12,026
Insurance	11,991	20,343
Printing, stationery and postage	11,350	5,233
Telephone, internet and IT	42,931	3,997
Equipment	<u>-</u>	<u>10,538</u>
Carried forward	692,987	349,014

Dar UI Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

5. DIRECT COSTS OF CHARITABLE ACTIVITIES - continued

	31.3.22	31.3.21 as restated
	£	£
Brought forward	692,987	349,014
City of Knowledge	-	65,042
Bank charges	85	85
Donations	2,071	1,129
Books and literature	21,477	-
Depreciation	9,681	8,319
	<u>726,301</u>	<u>423,589</u>

6. SUPPORT COSTS

	Governance costs £
Charitable activities	<u>157,055</u>

Support costs, included in the above, are as follows:

	31.3.22	31.3.21 as restated
	Charitable activities £	Total activities £
Auditors' remuneration	3,600	3,600
Auditors' remuneration for non-audit work	-	960
Other accountancy fees	708	1,943
Legal and consultancy fees	150,058	100,238
HR advice	2,689	-
	<u>157,055</u>	<u>106,741</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

During the year, two trustees were reimbursed expenses incurred on behalf of the charity, a total of £630 (2020 two £1,757).

Dar UI Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

8. STAFF COSTS

	31.3.22	31.3.21 as restated
	£	£
Wages and salaries	329,818	156,096
Social security costs	16,510	4,442
Other pension costs	<u>1,945</u>	<u>1,492</u>
	<u>348,273</u>	<u>162,030</u>

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

	31.3.22	31.3.21 as restated
Administration and support staff	-	1
Charitable activities staff	<u>14</u>	<u>6</u>
	<u>14</u>	<u>7</u>

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

The full time equivalent staff as at 31 March 2022 was 16.65.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Total funds as restated £
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	62,463	7,332	69,795
Investment income	<u>213,207</u>	-	<u>213,207</u>
Total	<u>275,670</u>	<u>7,332</u>	<u>283,002</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	<u>530,330</u>	-	<u>530,330</u>
NET INCOME/(EXPENDITURE)	(254,660)	7,332	(247,328)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>10,167,471</u>	-	<u>10,167,471</u>
TOTAL FUNDS CARRIED FORWARD	<u>9,912,811</u>	<u>7,332</u>	<u>9,920,143</u>

Dar Ul Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

10. PRIOR YEAR ADJUSTMENT

The prior year's financial statements have been amended, to reflect donations received that were for restricted purposes.

11. VOLUNTEERS

The Trustee Board recognise the tremendous contribution made by the charity's volunteers without which the service could not operate. We have had 7 regularly active volunteers, not including trustees, over the year, who between them contributed the equivalent of 0.75 full time equivalent staff.

12. TANGIBLE FIXED ASSETS

	Freehold property £	Furniture, fittings and equipment £	Motor vehicles £	Totals £
COST				
At 1 April 2021	3,042,413	205,844	21,644	3,269,901
Additions	-	39,796	-	39,796
At 31 March 2022	3,042,413	245,640	21,644	3,309,697
DEPRECIATION				
At 1 April 2021	-	180,405	21,644	202,049
Charge for year	-	9,681	-	9,681
At 31 March 2022	-	190,086	21,644	211,730
NET BOOK VALUE				
At 31 March 2022	3,042,413	55,554	-	3,097,967
At 31 March 2021	3,042,413	25,439	-	3,067,852

13. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2021 and 31 March 2022	3,995,588
NET BOOK VALUE	
At 31 March 2022	3,995,588
At 31 March 2021	3,995,588

The investment property was revalued by the trustees at the reporting date to its expected fair value at the time based on a valuation carried out on 1 April 2020 by Emma Hughes MRICS of Sanderson Weatherall. The trustees are of the opinion that the fair value has not materially changed from the date of that report.

Dar UI Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

14. DEBTORS

	31.3.22	31.3.21 as restated
	£	£
Amounts falling due within one year:		
Trade debtors	18,000	18,000
Other debtors	500	129,950
Prepayments and accrued income	<u>93,512</u>	<u>168,618</u>
	<u>112,012</u>	<u>316,568</u>
Amounts falling due after more than one year:		
Trade debtors	<u>80,202</u>	<u>90,702</u>
Aggregate amounts	<u>192,214</u>	<u>407,270</u>

15. CASH AT BANK AND IN HAND

	General fund £	Fitrana £	Zakat £
Cash in hand	1,330	-	-
Bank current accounts	1,839,362	7,325	6,299
Bank deposit accounts	<u>355,950</u>	<u>-</u>	<u>-</u>
Total	<u>2,196,642</u>	<u>7,325</u>	<u>6,299</u>

	31.3.22	31.3.21 as restated
	Hospital fund £	Total funds £
Cash in hand	-	1,330
Bank current accounts	4,710	1,857,696
Bank deposit accounts	<u>-</u>	<u>355,950</u>
Total	<u>4,710</u>	<u>2,214,976</u>

Dar Ul Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21 as restated
	£	£
Trade creditors	24,005	4,353
Social security and other taxes	43,005	25,075
Other creditors	25,431	7,723
Accruals and deferred income	3,600	14,760
	<u>96,041</u>	<u>51,911</u>

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	Total funds £	31.3.21 as restated Total funds £
Fixed assets	3,097,967	-	3,097,967	3,067,852
Investments	3,995,588	-	3,995,588	3,995,588
Current assets	2,388,856	18,334	2,407,190	2,908,614
Current liabilities	(96,041)	-	(96,041)	(51,911)
	<u>9,386,370</u>	<u>18,334</u>	<u>9,404,704</u>	<u>9,920,143</u>

18. MOVEMENT IN FUNDS

	At 1.4.21 £	Prior year adjustment £	Net movement in funds £	At 31.3.22 £
Unrestricted funds				
General fund	2,882,142	(7,332)	(526,441)	2,348,369
Freehold buildings	3,042,413	-	-	3,042,413
Investment property	3,995,588	-	-	3,995,588
	9,920,143	(7,332)	(526,441)	9,386,370
Restricted funds				
Fitrana	-	693	6,632	7,325
Zakat	-	1,929	4,370	6,299
Hospital fund	-	4,710	-	4,710
	-	7,332	11,002	18,334
TOTAL FUNDS	<u>9,920,143</u>	<u>-</u>	<u>(515,439)</u>	<u>9,404,704</u>

Dar UI Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	356,915	(883,356)	(526,441)
Restricted funds			
Fitrana	6,632	-	6,632
Zakat	4,370	-	4,370
	<u>11,002</u>	<u>-</u>	<u>11,002</u>
TOTAL FUNDS	<u>367,917</u>	<u>(883,356)</u>	<u>(515,439)</u>

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	3,129,470	(254,660)	2,874,810
Freehold buildings	3,042,413	-	3,042,413
Investment property	3,995,588	-	3,995,588
	10,167,471	(254,660)	9,912,811
Restricted funds			
Fitrana	-	693	693
Zakat	-	1,929	1,929
Hospital fund	-	4,710	4,710
	<u>-</u>	<u>7,332</u>	<u>7,332</u>
TOTAL FUNDS	<u>10,167,471</u>	<u>(247,328)</u>	<u>9,920,143</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	275,670	(530,330)	(254,660)
Restricted funds			
Fitrana	693	-	693
Zakat	1,929	-	1,929
Hospital fund	4,710	-	4,710
	<u>7,332</u>	<u>-</u>	<u>7,332</u>
TOTAL FUNDS	<u>283,002</u>	<u>(530,330)</u>	<u>(247,328)</u>

Dar Ul Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

18. MOVEMENT IN FUNDS - continued

Designated funds

Designated funds have been set up of £3,042,413 for the freehold properties of the Mosque and Education and £3,995,558 for the investment properties owned by the Charity as these amounts are not readily available to spend on the charitable objects of the Charity.

Restricted funds

Fitrana, also known as 'Sadaqat ul Fitr', is a compulsory form of charity for a Muslim, male or female, old or young. It is given on the day of Eid ul Fitr, after a month of fasting, in order to expiate one's shortcomings in the month of Ramadan and also to aid poor Muslims to celebrate Eid.

Zakat is the third pillar of Islam. It requires Muslims to give 2.5% of their qualifying wealth each year to help Muslims who need it across a range of categories. Zakat is both a spiritual duty and a vital part of the Islamic social welfare system.

Both funds are kept separate from the Charity's funds, as they are seen as an additional trust bestowed upon the Charity, with very specific Islamic rulings on their expenditure. Historically, the Charity, distributed these alms, internationally by a variety of means, as a means of fulfilling the religious obligations of members of the congregation of the Mosque in Birmingham. The Charity Commission has challenged the Charity's understanding of this obligation, and has stated that this activity is outside of the charitable objects of the Charity. The Charity is working with the Commission, to come to agree how these funds can be applied in accordance with Islamic criteria and the objects of the charity. We are working to achieve this urgently in view of the obligations (both religious and legal) which apply.

The donations made by beneficiaries, for the Hospital Fund, to be given to the Charity, Al-Hamd-O-Lillah (Foundation) Trust, charity number 1097091, will be passed onto the charity, as soon as the Commission has agreed these funds can be released from our accounts.

19. EMPLOYEE BENEFIT OBLIGATIONS

There is a defined contribution pension scheme for employees. The Charity has automatically enrolled eligible jobholders into a qualifying scheme in accordance with pensions legislation. The assets of the scheme are held separately from those of the company in an independently administered fund. The fund is a Group Personal Pension Scheme with NEST. The pension cost charge for the year represents contributions payable by the charity to the fund and amounted to £1,945 (2021: £1,492). At the year-end £447 was owed to the pension scheme (2021: £526).

20. CONTINGENT LIABILITIES

During the course of the preceding year a claim was made to the Employment Tribunal by an employee of the Charity, which has now been resolved. The trustees consider that providing any further information in this regard would be expected to seriously prejudice the position of the charity.

21. RELATED PARTY DISCLOSURES

The related party relationship ceased as of 3 January 2023 when the Company was officially dissolved, due to an administrative error. The Board had previously notified the Charity Commission that it will be bringing this service in house as a trading subsidiary in the new financial year as part of the Charity's wider governance changes being discussed. The Directors of the Company, will be filing their accounts with Companies House in due course, and have agreed that all profits will be donated to the Charity.

Dar UI Uloom Islamia Rizwia (Bralawai)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

22. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.22	31.3.21 as restated
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(515,439)	(247,328)
Adjustments for:		
Depreciation charges	9,681	8,319
Return on investment	(168)	(177)
Decrease/(increase) in debtors	215,056	(254,259)
Increase/(decrease) in creditors	<u>44,130</u>	<u>(10,128)</u>
Net cash used in operations	<u>(246,740)</u>	<u>(503,573)</u>

23.. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	<u>2,501,344</u>	<u>(286,368)</u>	<u>2,214,976</u>
	<u>2,501,344</u>	<u>(286,368)</u>	<u>2,214,976</u>
Total	<u>2,501,344</u>	<u>(286,368)</u>	<u>2,214,976</u>

24. FINANCIAL INSTRUMENTS

The carrying amount for each category of financial instrument is as follows:

	2022	2021
	£	£
Financial assets measured at fair value through income and expenditure		
Investment properties	<u>3,995,588</u>	<u>3,995,588</u>

The net gains and net losses attributable to the charity's financial instruments are summarised as follows:

The net gain/(loss) recognised through net income/expenditure from financial assets measured at fair value (including changes in fair value) amounted to £nil (2021 - £nil).