

**Charity registration number: 1058291**

**Masjid-e-Irfan**

**Report and Accounts**

**31 December 2020**

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**Masjid-e-Irfan**  
**Charity Information**  
**for the period ended 31 December 2020**

**Address**

49 Eldon Road  
Blackburn  
Lancashire  
BB1 8BE

**Charity registration number: 1058291**

**Trustees**

Mr Ebrahim Munshi  
Mr Abdul Samad Umerji Ismail

**Appointed independent examiner**

M A Ibrahim (FCCA)

**Accountants**

M.A.I (Accountants) Limited  
7 St Andrews Street  
Blackburn  
Lancashire  
BB1 8AE

**Bankers**

National Westminster Bank Plc  
35 King William Street  
Blackburn  
Lancashire  
BB1 7DL

Barclays Bank UK Plc  
8/14 Darwen Street  
Blackburn  
Lancashire  
BB2 2BZ

**Masjid-e-Irfan  
Trustees' annual report  
for the period ended 31 December 2020**

**Charity registration number: 1058291**

The Annual Report is fully SORP compliant and sets out how the trustees have met their obligations.

The Financial Statement is fully SORP compliant and includes the incoming resources and resources expended.

**Objectives and activities**

The objects of the charity are set out in the constitution are summarised as follows:

To impart religious education of Islamic faith and prayers to children aged 6-14 years enabling to adopt and abide by moral codes and ethics by the faith and literature set out by the scholars of Islamic University of Deoband India in accordance with "Ahle Sunnat - Waljamat".

In setting our objectives and planning our activities our Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

**Achievements and performance**

The Charity carries out a wide range of activities in pursuance of its charitable aims:

The Trustees consider that these activities provide benefit to those who worship at the Mosque.

The mosque continues to provide public benefit through its programme of prayers, religious activities and celebration of key events in the Islamic calendar such as Ramadan and Eid.

**COVID-19**

The COVID-19 pandemic has posed significant unforeseen challenges.

Much of the aims and activities of the mosque were greatly restricted due to the Covid lockdown. However, as a board of trustees we still endeavoured to achieve as much as we could of the aims and objectives of the charity.

Government health guidelines were implemented, risk assessments carried, covid officers appointed, volunteers nominated and trained to understand and manage the Covid rules and signs displayed to make our organisation as safe as possible.

Many members of our community lost their lives during the pandemic, May The Almighty grant them the highest place in Jannah. Our heartfelt condolences go out to all those who have lost loved ones during this difficult time.

The past year has been one of significant challenges, but we have emerged a better and a stronger unit.

**Structure, governance and management**

Masjid-e-Irfan is registered as a charity with the Charity Commission under charity no: 1058291. It is governed by a declaration of trust dated 29 July 1996.

The executive committee is responsible for the management and administration of the Charity.

They are appointed by the Membership of the Charity. All major decisions are taken by majority votes and in case of equality the chairman has a second casting vote.

**Reference and administrative details**

See preceding page under 'Charity Information'.

**Masjid-e-Irfan  
Trustees' annual report  
for the period ended 31 December 2020**

**Names of the charity trustees who manage the charity**

All trustees are named on the preceding page under 'Charity Information'.

**Financial review and reserves policy**

The Charity's main source of income is from public donations.

£208,492 of the Lillah donations are Restricted Endowment Funds. These donations were received from members of the public and local businesses, specifically for the construction of the new Mosque. It is the donors wishes that these funds are not used for any other purpose.

The construction of the new Mosque at Shear Bank Road, Blackburn is ongoing.

The trustees would like to thank all those that have so far donated towards the construction of the new Mosque project.

We will require further donations, which we which we hope to raise from the members of the local and national Muslim community.

£23,443 Lillah donations were received from worshippers and used for general maintenance of the mosque premises.

There are no uncertainties about the charity continuing as a going concern.

The Trustees actively review all major risks which the Charity faces and drawn up a risk assessment which is reviewed at every meeting. The Trustees are satisfied that all systems are in place and arrangements have been made to manage any risks identified.

The Trustees would like to thank all those who assisted us with their moral and financial support and trust they continue to do so.

**Statement of Trustee's responsibilities**

The Trustees are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable in England and Wales 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 charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that period in preparing these financial statements, the trustees are required to:-

- Select suitable accounting policies to be applied consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements and,
- Prepare the financial statements on the going concern bases unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping proper accounting records that 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, and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Masjid-e-Irfan**  
**Trustees' annual report**  
**for the period ended 31 December 2020**

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

Approved by the Trustees and signed on its behalf by:

Mr Abdul Samad Umerji Ismail  
Trustee

Date: 13/10/2021

## **Masjid-e-Irfan**

### **Independent Examiner's Report to the Trustees of Masjid-e-Irfan**

I report to the trustees on my examination of the accounts of Masjid-e-Irfan (the Trust) for the period ended 31 December 2020.

#### **Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011 ("the Act").

The charity's trustees consider that an audit is not required for this year under section 144 of the Act and that an independent examination is needed.

#### **Basis of independent examiner's statement**

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

#### **Independent examiner's statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACCA, which is one of the listed bodies.

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

I the accounting records were not kept in accordance with section 130 of the Charities Act; or  
I the accounts did not accord with the accounting records; or  
I the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

The appointed independent examiner of the trust:

M A Ibrahim (FCCA) for and on behalf of  
M.A.I (Accountants) Limited  
7 St Andrews Street  
Blackburn  
Lancashire  
BB1 8AE

Date: 13/10/2021

**Masjid-e-Irfan**  
**Statement of financial activities**  
**for the period ended 31 December 2020**

	Notes			
	Unrestricted funds £	Endowment funds £	Total 2020 £	Total 2019 £
<b>Income</b>	<b>3</b>			
<b>Income and endowments from:</b>				
Donations and legacies	25,894	208,492	234,386	173,054
Charitable activities	82,255	-	82,255	87,927
<b>Total</b>	<u>108,149</u>	<u>208,492</u>	<u>316,641</u>	<u>260,981</u>
<b>Expenditure</b>	<b>4</b>			
<b>Expenditure on:</b>				
Raising funds	-	-	-	1,924
Charitable activities	102,582	-	102,582	127,497
<b>Total</b>	<u>102,582</u>	<u>-</u>	<u>102,582</u>	<u>129,421</u>
<b>Net income/(expenditure) for the year</b>	<u>5,568</u>	<u>208,492</u>	<u>214,059</u>	<u>131,560</u>
<b>Reconciliation of funds</b>				
Total funds brought forward	186,623	1,881,319	2,067,941	1,936,381
Net incoming resources for the year	5,568	208,492	214,059	131,560
Transfer between Funds	(20,242)	20,242	-	-
<b>Total funds carried forward</b>	<u>171,948</u>	<u>2,110,052</u>	<u>2,282,001</u>	<u>2,067,941</u>

**Masjid-e-Irfan**  
**Balance Sheet**  
**At 31 December 2020**

	Notes	Unrestricted funds £	Endowment funds £	Total 2020 £	Total 2019 £
<b>Fixed assets</b>					
Tangible assets	5	164,090	2,074,003	2,238,093	2,049,320
		<u>164,090</u>	<u>2,074,003</u>	<u>2,238,093</u>	<u>2,049,320</u>
<b>Current assets</b>					
Cash at bank and in hand		12,120	49,249	61,369	43,310
		<u>12,120</u>	<u>49,249</u>	<u>61,369</u>	<u>43,310</u>
<b>Creditors: amounts falling due within one year</b>					
Interest free loans		-	13,200	13,200	13,200
Trade creditors and accruals	6	4,262	-	4,262	11,490
		<u>4,262</u>	<u>13,200</u>	<u>17,462</u>	<u>24,690</u>
<b>Net current assets</b>		<u>7,859</u>	<u>36,049</u>	<u>43,908</u>	<u>18,621</u>
<b>Net assets</b>		<u>171,948</u>	<u>2,110,052</u>	<u>2,282,001</u>	<u>2,067,941</u>
<b>Funds of the Charity</b>					
Unrestricted funds	7	171,948	-	171,948	186,623
Endowment Waqaf funds		-	2,110,052	2,110,052	1,881,319
<b>Total funds</b>		<u>171,948</u>	<u>2,110,052</u>	<u>2,282,001</u>	<u>2,067,941</u>

Approved by the Board of Trustees and signed on its behalf by

Mr Ebrahim Munshi  
Trustee

Date: 13/10/2021

**Masjid-e-Irfan**  
**Notes to the Accounts**  
**for the period ended 31 December 2020**

**Basis of preparation**

**1 Basis of accounting**

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102 and charities SORP (FRS 102) effective 1 January 2019, published by the Charity Commission in England & Wales.

The charity is a public benefit entity.

**2 Accounting Policies**

***Income***

Income from charitable activities and voluntary donations are included in full in the Statement of Financial Activities when received. The value of services provided by volunteers has not been included.

***Expenditure***

Expenditure is included in the accounts on an accruals basis.

***Depreciation***

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Buildings	2% Straight line
Fittings and equipment	5% Straight line

***Unrestricted funds***

Unrestricted funds are donations and other incoming resources receivable or generated for the charity without further specified purpose and are available as general funds.

***Endowment Waqaf funds***

Endowment Waqaf funds as applied to mosque property is a religious endowment. The properties under Waqaf endowment are dedicated to Allah SWT for public benefit on a perpetual basis. Restricted Fixed Waqaf funds cannot be gifted, granted or disposed.

**Masjid-e-Irfan**  
**Notes to the Accounts**  
**for the period ended 31 December 2020**

<b>3 Analysis of income</b>	<b>Unrestricted funds</b>	<b>Endowment funds</b>	<b>2020 Total funds</b>	<b>2019 Prior year</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Donations and legacies</b>				
Donations	23,443	208,492	231,935	167,486
Other	2,451	-	2,451	5,568
<b>Total</b>	<b>25,894</b>	<b>208,492</b>	<b>234,386</b>	<b>173,054</b>
<b>Charitable activities</b>				
Fees receivable	82,255	-	82,255	87,927
<b>Total</b>	<b>82,255</b>	<b>-</b>	<b>82,255</b>	<b>87,927</b>
<b>Total income</b>	<b>108,149</b>	<b>208,492</b>	<b>316,641</b>	<b>260,981</b>
<b>4 Analysis of expenditure</b>				
	<b>Unrestricted funds</b>	<b>Endowment funds</b>	<b>2020 Total funds</b>	<b>2019 Prior year</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Expenditure on raising funds:</b>				
Books and stationery	-	-	-	1,924
<b>Expenditure on charitable activities</b>				
Wages and paye	80,274	-	80,274	96,983
Employee pension	1,036	-	1,036	976
Rent	3,995	-	3,995	13,149
Heat and light	8,418	-	8,418	5,460
Rates	279	-	279	292
Water charges	2,730	-	2,730	2,832
Bank charges	355	-	355	416
Depreciation	3,556	-	3,556	3,910
Telephone and internet	105	-	105	120
Subscriptions and software	100	-	100	320
Stationery, postage and printing	584	-	584	1,820
Accountancy fees	350	-	350	500
Payroll fees	549	-	549	470
Independent examiner's fee	250	-	250	250
<b>Total</b>	<b>102,582</b>	<b>-</b>	<b>102,582</b>	<b>127,497</b>
<b>Total expenditure</b>	<b>102,582</b>	<b>-</b>	<b>102,582</b>	<b>129,421</b>

**Masjid-e-Irfan**  
**Notes to the Accounts**  
**for the period ended 31 December 2020**

**5 Land, buildings, equipment and fittings**

	Unrestricted Land and Buildings £	Unrestricted Fittings and equipment £	Endowment Land and Buildings £	Total £
<b>Cost</b>				
At 1 January 2020	182,322	1,320	1,881,674	2,065,316
Additions / Improvements	-	-	192,329	192,329
At 31 December 2020	<u>182,322</u>	<u>1,320</u>	<u>2,074,003</u>	<u>2,257,645</u>
<b>Depreciation</b>				
At 1 January 2020	14,586	1,410	-	15,996
Charge for the year	3,646	(90)	-	3,556
At 31 December 2020	<u>18,232</u>	<u>1,320</u>	<u>-</u>	<u>19,552</u>
<b>Net book value</b>				
At 31 December 2020	<u>164,090</u>	<u>-</u>	<u>2,074,003</u>	<u>2,238,093</u>
At 31 December 2019	<u>167,736</u>	<u>(90)</u>	<u>1,881,674</u>	<u>2,049,320</u>

**6 Creditors**

	2020	2019
Analysis of creditors:		
	£	£
Accruals	<u>4,262</u>	<u>11,490</u>
	<u>4,262</u>	<u>11,490</u>

**7 Analysis of fund assets and liabilities**

	Unrestricted funds £	Restricted income funds £	Endowment funds £	Total 2020 £
Tangible fixed assets	164,090	-	2,074,003	2,238,093
Current assets	12,120	-	49,249	61,369
Current liabilities	(4,262)	-	(13,200)	(17,462)
	<u>171,948</u>	<u>-</u>	<u>2,110,052</u>	<u>2,282,001</u>

**8 Details of certain items of expenditure**

	2020	2019
Fees for examination of the accounts	£	£
Independent examiner's fees	<u>250</u>	<u>250</u>

**9 Transactions with trustees and related parties.**

There were no benefits, expenses or remuneration paid to the Trustees or persons connected to them.

**Masjid-e-Irfan**  
**Notes to the Accounts**  
**for the period ended 31 December 2020**

<b>10 Employees</b>	<b>2020 Number</b>	<b>2019 Number</b>
Average number of employees	<u>17</u>	<u>20</u>

No employee received emoluments of more than £60,000.