

Masjid-e-Irfan

Financial Statements

31 December 2022

Masjid-e-Irfan
Reference and Administrative Information
for the period ended 31 December 2022

Address

49 Eldon Road
Blackburn
Lancashire
BB1 8BE

Registered charity number 1058291

Board of 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

**Masjid-e-Irfan
Trustees' annual report
for the period ended 31 December 2022**

Registered charity 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.

Activities and achievements

The charity carries out a wide range of activities in pursuance of its charitable aims.

The trustees consider that these activities, summarised below provide benefit to those who worship at the Mosque.

The mosque continues to provide public benefit through its programme of prayers, religious activities, celebration of key events in the Islamic calendar such as Ramadan and Eid, funeral facilities, Nikah (Islamic marriage) ceremonies, lectures to promote Islamic awareness and knowledge and community activities.

Finally the trustees may decide from time to time to organise and undertake such other projects consistent with the spirit of Islam.

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 information

See preceding page under 'Charity Information'.

Names of the charity trustees who manage the charity

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

Risk management, financial review and reserves policy

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.

Masjid-e-Irfan
Trustees' annual report
for the period ended 31 December 2022

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

£193,143 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.

£40,880 Lillah donations were received from worshippers and used for general maintenance of the mosque premises.

The trustees have reviewed the reserves of the charity. Funds available are sufficient to permit the charity to continue in operation in the medium to long term, together with the continued support from the donors.

The construction of the new Mosque at Shear Bank Road, Blackburn is in its final stages.

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

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

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.

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: 25/10/2023

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 2022.

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.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the applicable Directions given by the Charity Commission (under section 145(5)(b) of the Act, and
- to state whether particular matters have come to my attention

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

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

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- 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: 25/10/2023

Masjid-e-Irfan
Statement of financial activities
for the period ended 31 December 2022

	Notes	Unrestricted funds £	Endowment funds £	Total 2022 £	Total 2021 £
Incoming resources	2				
Income and endowments from:					
Donations and legacies		43,874	191,443	235,317	226,309
Charitable activities		79,195	-	79,195	87,006
Total incoming resources		<u>123,069</u>	<u>191,443</u>	<u>314,512</u>	<u>313,315</u>
Resources expended	3				
Expenditure on:					
Charitable activities		107,423	-	107,423	107,410
Net movement in funds		<u>15,646</u>	<u>191,443</u>	<u>207,090</u>	<u>205,905</u>
Reconciliation of funds					
Total funds brought forward		<u>149,974</u>	<u>2,337,932</u>	<u>2,487,906</u>	<u>2,282,001</u>
Total funds carried forward		<u>165,620</u>	<u>2,529,375</u>	<u>2,694,996</u>	<u>2,487,906</u>

Masjid-e-Irfan
Balance Sheet
At 31 December 2022

	Notes	Unrestricted funds £	Endowment funds £	Total 2022 £	Total 2021 £
Fixed assets					
Tangible assets	4	156,797	2,472,387	2,629,184	2,514,828
		<u>156,797</u>	<u>2,472,387</u>	<u>2,629,184</u>	<u>2,514,828</u>
Current assets					
Debtors	5	101	-	101	-
Cash at bank and in hand		60,932	71,364	132,296	37,740
		<u>61,033</u>	<u>71,364</u>	<u>132,398</u>	<u>37,740</u>
Creditors: amounts falling due within one year					
Interest free loans		-	55,200	55,200	33,200
Trade creditors and accruals	6	11,386	-	11,386	31,462
		<u>11,386</u>	<u>55,200</u>	<u>66,586</u>	<u>64,662</u>
Net current assets		<u>49,648</u>	<u>16,164</u>	<u>65,812</u>	<u>(26,922)</u>
Net assets		<u>206,444</u>	<u>2,488,551</u>	<u>2,694,996</u>	<u>2,487,906</u>
The funds of the charity					
Unrestricted funds	7	206,444	-	206,444	149,974
Endowment Waqaf funds		-	2,488,551	2,488,551	2,337,932
Total charity funds		<u>206,444</u>	<u>2,488,551</u>	<u>2,694,996</u>	<u>2,487,906</u>

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

Mr Ebrahim Munshi
Trustee

Date: 25/10/2023

Masjid-e-Irfan
Notes to the Accounts
for the period ended 31 December 2022

1 Accounting Policies

(a) Basis of preparation

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.

(b) Funds structure

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

Restricted funds are funds subject to specific trusts, which may be declared by the donor(s) or with their authority (e.g. in a public appeal) or created through legal process, but still within the wider objects of the charity. Restricted funds may be restricted income funds, which are spent at the discretion of the trustees in furtherance of some particular aspect(s) of the objects of the charity, or they may be endowment funds, where the assets are required to be invested, or retained for actual use, rather than spent.

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.

(c) Incoming resources

All 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 in these accounts.

(d) Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

(e) Tangible fixed assets and depreciation

Depreciation is charged on fittings and equipment which is written off on a straight-line basis over their estimated useful lives:

Asset category	Annual rate
Fittings and equipment	5%

The trustees are of the opinion that the depreciation charge for the buildings is not required as the buildings are maintained and the expenditure reflected in the income and expenditure account.

Masjid-e-Irfan
Notes to the Accounts
for the period ended 31 December 2022

2 Analysis of incoming resources	Unrestricted funds	Endowment funds	2022 Total funds	2021 Prior year
	£	£	£	£
Donations and legacies				
Donations	40,880	191,443	232,323	223,981
Other	2,994	-	2,994	2,328
Total	43,874	191,443	235,317	226,309
Charitable activities				
Fees receivable	79,195	-	79,195	87,006
Total	79,195	-	79,195	87,006
Total income	123,069	191,443	314,512	313,315

3 Analysis of resources expended	Unrestricted funds	Endowment funds	2022 Total funds	2021 Prior year
	£	£	£	£
Expenditure on charitable activities				
Wages and paye	88,410	-	88,410	85,595
Employee pension	1,335	-	1,335	1,061
Rent	-	-	-	300
Heat and light	3,405	-	3,405	11,129
Rates	2,265	-	2,265	312
Water charges	2,722	-	2,722	2,710
Cleaning and consumables	233	-	233	-
Bank charges	-	-	-	677
Depreciation	3,646	-	3,646	3,646
Telephone and internet	373	-	373	142
Subscriptions and software	400	-	400	100
Stationery, postage and printing	2,410	-	2,410	483
Sundry expenses	22	-	22	-
Accountancy fees	300	-	300	500
Payroll fees	510	-	510	505
Independent examiner's fee	250	-	250	250
Bank charges	1,142	-	1,142	-
Total	107,423	-	107,423	107,410
Total expenditure	107,423	-	107,423	107,410

Masjid-e-Irfan
Notes to the Accounts
for the period ended 31 December 2022

4 Fixed assets: tangible assets

	Unrestricted Land and Buildings £	Unrestricted Fittings and equipment £	Endowment Land and Buildings £	Total £
Cost				
At 1 January 2022	182,322	1,320	2,354,385	2,538,027
Additions / Improvements	-	-	118,002	118,002
At 31 December 2022	<u>182,322</u>	<u>1,320</u>	<u>2,472,387</u>	<u>2,656,029</u>
Depreciation				
At 1 January 2022	21,879	1,320	-	23,199
Charge for the year	3,646	-	-	3,646
At 31 December 2022	<u>25,525</u>	<u>1,320</u>	<u>-</u>	<u>26,845</u>
Net book value				
At 31 December 2022	<u>156,797</u>	<u>-</u>	<u>2,472,387</u>	<u>2,629,184</u>
At 31 December 2021	<u>160,443</u>	<u>-</u>	<u>2,354,385</u>	<u>2,514,828</u>

5 Analysis of debtors:

	2022	2021
	£	£
Trade debtor	101	-
Total	<u>101</u>	<u>-</u>

6 Analysis of creditors:

	2022	2021
	£	£
Accruals	11,386	31,462
Total	<u>11,386</u>	<u>31,462</u>

7 Analysis of net assets between funds

	Unrestricted funds £	Restricted income funds £	Endowment funds £	Total 2022 £
Tangible fixed assets	156,797	-	2,472,387	2,629,184
Current assets	61,033	-	71,364	132,398
Current liabilities	(11,386)	-	(55,200)	(66,586)
Total net assets	<u>206,444</u>	<u>-</u>	<u>2,488,551</u>	<u>2,694,996</u>

8 Details of certain items of expenditure

	2022	2021
	£	£
Fees for examination of the accounts	250	250
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.

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Notes to the Accounts
for the period ended 31 December 2022

10 Employees	2022 Number	2021 Number
Average number of employees	<u>18</u>	<u>18</u>

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