

**TRUSTEES' REPORT AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020  
FOR  
USMANI MOSQUE**

Watergates Ltd  
109 Coleman Road  
Leicester  
LE5 4LE

**USMANI MOSQUE**  
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**FOR THE YEAR ENDED 31ST DECEMBER 2020**

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**USMANI MOSQUE**  
**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2020**

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The trustees present their report with the financial statements of the charity for the year ended 31st December 2020. 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**

Our objectives are set to reflect our faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for the public benefit.

The principal activities of Usmani Mosque in the year under review were those of the registered charity and its principal object remain to provide after-school Islamic education for 7-16 years old in accordance with Sunni Muslim faith and to provide a facility where Muslims can worship.

The charity will provide a community centre for social activity with the younger generation in mind. The centre will also provide for the needs of the older generation. The charity's aim is to develop life long leisure interests and help build self confidence and a desire to contribute to the community.

**ACHIEVEMENT AND PERFORMANCE**

**Religious and Community activities**

Our Mosque provides a centre for our prayers and worship and for the activities associated with our faith. Our community hall provides a valuable recreational resource to all in our local community. During the year under review, we offered a range of religious and community services and activities including:

**Prayers:** The Mosque is open all day for daily and Friday prayers. During the week we have over 100 people who regularly attend daily prayers and over 500 who regularly attend Friday prayers.

**Festivals:** The Mosque offers food during Ramadan for those attending our Mosque who wish to break their fast together as well as Eid is also celebrated at Mosque.

**Funeral facilities:** The Mosque provides a complete funeral service in line with the teachings of Islam. We relieve the deceased's bereaved relatives of the burden of organising burials.

**Nikkah (Islamic Marriage):** The Mosque provides Muslim couples with an appropriate location for their Nikkah. Over 2 couples were married at the mosque in the year.

**Hifz classes:** Memorisation of the Qur'an is considered an important element of religious education and training. We continue to provide this facility for the young people in the Mosque. We are pleased this programme which continues to run successfully with over 23 young people regularly attending these classes.

**Hall facilities:** Our hall is available for use by local groups and organisations. Local charities are also encouraged to make use of our hall. When hall facilities are not required for community use they are available for hire on commercial terms.

**USMANI MOSQUE**  
**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2020**

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**FINANCIAL REVIEW**

**Financial position**

During the year, incoming resources have decreased to £204,035 (2019: £372,581) whereas resources expended have decreased to £126,328 (2019: £126,642) thus resulting in a surplus for the year of £77,707 (2019: £245,939).

Voluntary income has decreased to £127,186 (2019: £273,685). Madrassa fees has decreased to £35,199 (2019: £89,346) due to covid during the year.

The mosque collected £764 in the form of Zakaat donations and distributed £1,500 of this amount to charitable organisations.

**Reserves policy**

The trustees have adopted a reserves policy of retaining unrestricted reserves equivalent to one year expenditure expected to incur on running the mosque whilst ensuring funds are earmarked towards the cost of constructing new Madrassa building.

The construction of new madrassa building is expected to cost a significant amount of money and the charity has already spent £280,000 towards the construction during the year.

At present Usmani Mosque prayer hall and the community hall are being used to teach around 350 children. The new building will accommodate all the children and free up the space currently being utilised in the prayer and community halls.

**FUTURE PLANS**

The trustees acquired a building for approximately £276,000 in 2018 to meet increased demand for madrassa. The building has since been demolished and construction work commenced for new madrassa building. The trustees anticipate total cost of construction to be in the region of £800,000 to £850,000.

The board is looking at ways of increasing donation income as well as borrowing more interest free loans from individuals to be able to facilitate the work needed to the new madrassa building.

Future plans are to increase the number of new applicants for the madrassa after the project is fully complete and to pay off the interest free loans given by the muslim community.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

Usmani Mosque is a registered charity (charity no. 1089411) and is governed by its Trust Deed dated 27th March 2000 as amended on 18th August 2001 and 15th October 2016.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

1089411

**Principal address**

c/o 14 Gwendolen Road  
Leicester  
LE5 5FE

**USMANI MOSQUE**  
**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31ST DECEMBER 2020**

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**Trustees**

Mr M M Patel	Holding Trustee (deceased 20/12/2020)
Mr M Saleh	Holding Trustee
Mr M Ali	Holding Trustee
Mr N H Patel	Holding Trustee
Mr S H Patel	Trustee and President
Mr S I Ali	Trustee and Vice President
Mr A R Wahab	Trustee and General Secretary
Mr M Fozdar	Trustee and Assistant Secretary
Mr A Ismail	Holding Trustee and Treasurer
Mr I U Modi	Trustee and Assistant Treasurer
Mr I G Patel	Trustee
Mr A W A Patel	Trustee
Mr G H Patel	Trustee

**Independent Examiner**

Nazir Malida FCCA  
Watergates Ltd  
109 Coleman Road  
Leicester  
LE5 4LE

Approved by order of the board of trustees on 12th October 2021 and signed on its behalf by:

Mr A Ismail - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
USMANI MOSQUE**

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**Independent examiner's report to the trustees of Usmani Mosque**

I report to the charity trustees on my examination of the accounts of Usmani Mosque (the Trust) for the year ended 31st December 2020.

**Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do 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.

Nazir Malida FCCA  
Watergates Ltd  
109 Coleman Road  
Leicester  
LE5 4LE

12th October 2021

**USMANI MOSQUE**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

	Notes	Unrestricted funds £	Restricted funds £	31/12/20 Total funds £	31/12/19 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies		126,422	764	127,186	273,685
<b>Charitable activities</b>					
Hall Hire		35,359	-	35,359	9,550
Madressa fees		-	-	-	89,346
Other income		41,490	-	41,490	-
<b>Total</b>		<b>203,271</b>	<b>764</b>	<b>204,035</b>	<b>372,581</b>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Hall Hire		124,828	1,500	126,328	-
Madressa fees		-	-	-	7,716
Mosque and madressa running costs		-	-	-	116,426
Zakaat		-	-	-	2,500
<b>Total</b>		<b>124,828</b>	<b>1,500</b>	<b>126,328</b>	<b>126,642</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>78,443</b>	<b>(736)</b>	<b>77,707</b>	<b>245,939</b>
Transfers between funds	9	(373,966)	373,966	-	-
<b>Net movement in funds</b>		<b>(295,523)</b>	<b>373,230</b>	<b>77,707</b>	<b>245,939</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		2,266,798	-	2,266,798	2,020,859
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>1,971,275</b>	<b>373,230</b>	<b>2,344,505</b>	<b>2,266,798</b>

The notes on page 0 form part of these financial statements

**USMANI MOSQUE**  
**STATEMENT OF FINANCIAL POSITION**  
**31ST DECEMBER 2020**

	Notes	Unrestricted funds £	Restricted funds £	31/12/20 Total funds £	31/12/19 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	5	1,738,184	456,061	2,194,245	1,916,957
<b>CURRENT ASSETS</b>					
Debtors	6	28,857	-	28,857	-
Cash at bank and in hand		225,968	1,619	227,587	453,970
		<u>254,825</u>	<u>1,619</u>	<u>256,444</u>	453,970
<b>CREDITORS</b>					
Amounts falling due within one year	7	(16,734)	-	(16,734)	(10,679)
		<u>238,091</u>	<u>1,619</u>	<u>239,710</u>	443,291
<b>NET CURRENT ASSETS</b>					
		<u>1,976,275</u>	<u>457,680</u>	<u>2,433,955</u>	2,360,248
<b>CREDITORS</b>					
Amounts falling due after more than one year	8	(5,000)	(84,450)	(89,450)	(93,450)
		<u>1,971,275</u>	<u>373,230</u>	<u>2,344,505</u>	2,266,798
<b>NET ASSETS</b>					
	9			1,971,275	2,176,832
Unrestricted funds				373,230	89,966
Restricted funds				<u>2,344,505</u>	<u>2,266,798</u>
<b>TOTAL FUNDS</b>					

The financial statements were approved by the Board of Trustees and authorised for issue on 12th October 2021 and were signed on its behalf by:

Mr A Ismail - Trustee

The notes on page 0 form part of these financial statements

## USMANI MOSQUE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

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#### 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.

##### **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.

##### **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.

##### **TANGIBLE FIXED ASSETS**

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

Fixtures and fittings - 15% on cost

##### **MARKET VALUES OF LAND AND BUILDINGS**

The charity's freehold land and buildings are used solely for charitable purposes. In the opinion of the trustees the market value of the land and buildings of the charity exceeds the amount shown on the balance sheet, but they do not consider the expense of a professional valuation to be justified.

##### **TAXATION**

The charity is exempt from tax on its charitable activities.

##### **FUND ACCOUNTING**

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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.

**USMANI MOSQUE**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**2. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31st December 2020 nor for the year ended 31st December 2019.

**TRUSTEES' EXPENSES**

There were no trustees' expenses paid for the year ended 31st December 2020 nor for the year ended 31st December 2019.

**3. STAFF COSTS**

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

	<b>31/12/20</b>	<b>31/12/19</b>
Number of paid teaching staff	<b>15</b>	17
Number of voluntary teaching staff	<b>2</b>	2
	<b>17</b>	19
	<b>17</b>	19

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

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

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Total funds £</b>
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	214,093	59,592	273,685
<b>Charitable activities</b>			
Hall Hire	9,550	-	9,550
Madressa fees	89,346	-	89,346
<b>Total</b>	<b>312,989</b>	<b>59,592</b>	<b>372,581</b>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Madressa fees	7,716	-	7,716
Mosque and madressa running costs	116,426	-	116,426
Zakaat	-	2,500	2,500
<b>Total</b>	<b>124,142</b>	<b>2,500</b>	<b>126,642</b>
<b>NET INCOME</b>	<b>188,847</b>	<b>57,092</b>	<b>245,939</b>

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST DECEMBER 2020

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Restricted funds £	Total funds £
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	1,987,985	32,874	2,020,859
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>2,176,832</u>	<u>89,966</u>	<u>2,266,798</u>
<b>5. TANGIBLE FIXED ASSETS</b>			
	Freehold property £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1st January 2020	1,912,155	64,916	1,977,071
Additions	280,000	-	280,000
At 31st December 2020	<u>2,192,155</u>	<u>64,916</u>	<u>2,257,071</u>
<b>DEPRECIATION</b>			
At 1st January 2020	-	60,114	60,114
Charge for year	-	2,712	2,712
At 31st December 2020	<u>-</u>	<u>62,826</u>	<u>62,826</u>
<b>NET BOOK VALUE</b>			
At 31st December 2020	<u>2,192,155</u>	<u>2,090</u>	<u>2,194,245</u>
At 31st December 2019	<u>1,912,155</u>	<u>4,802</u>	<u>1,916,957</u>
<b>6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
		31/12/20 £	31/12/19 £
Other debtors		<u>28,857</u>	<u>-</u>

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST DECEMBER 2020

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/20	31/12/19
	£	£
Trade creditors	58	807
Taxation and social security	2,342	487
Other creditors	14,334	9,385
	<u>16,734</u>	<u>10,679</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31/12/20	31/12/19
	£	£
Other creditors	89,450	93,450
	<u>89,450</u>	<u>93,450</u>

9. MOVEMENT IN FUNDS

	At 1.1.20	Net	Transfers	At
	£	movement	between	31.12.20
	£	in funds	funds	£
		£	£	
<b>Unrestricted funds</b>				
General fund	2,266,798	78,443	(373,966)	1,971,275
<b>Restricted funds</b>				
Copdale Road	-	-	371,611	371,611
Zakaat	-	(736)	2,355	1,619
	-	(736)	373,966	373,230
<b>TOTAL FUNDS</b>	<u>2,266,798</u>	<u>77,707</u>	<u>-</u>	<u>2,344,505</u>

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

	Incoming	Resources	Movement
	resources	expended	in funds
	£	£	£
<b>Unrestricted funds</b>			
General fund	203,271	(124,828)	78,443
<b>Restricted funds</b>			
Zakaat	764	(1,500)	(736)
<b>TOTAL FUNDS</b>	<u>204,035</u>	<u>(126,328)</u>	<u>77,707</u>

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST DECEMBER 2020

9. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
<b>Unrestricted funds</b>			
General fund	1,987,985	188,847	2,176,832
<b>Restricted funds</b>			
Copdale Road	32,874	54,737	87,611
Zakaat	-	2,355	2,355
	<u>32,874</u>	<u>57,092</u>	<u>89,966</u>
<b>TOTAL FUNDS</b>	<u>2,020,859</u>	<u>245,939</u>	<u>2,266,798</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	312,989	(124,142)	188,847
<b>Restricted funds</b>			
Copdale Road	54,737	-	54,737
Zakaat	4,855	(2,500)	2,355
	<u>59,592</u>	<u>(2,500)</u>	<u>57,092</u>
<b>TOTAL FUNDS</b>	<u>372,581</u>	<u>(126,642)</u>	<u>245,939</u>

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

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
<b>Unrestricted funds</b>				
General fund	1,987,985	267,290	(373,966)	1,881,309
<b>Restricted funds</b>				
Copdale Road	32,874	54,737	371,611	459,222
Zakaat	-	1,619	2,355	3,974
	<u>32,874</u>	<u>56,356</u>	<u>373,966</u>	<u>463,196</u>
<b>TOTAL FUNDS</b>	<u>2,020,859</u>	<u>323,646</u>	<u>-</u>	<u>2,344,505</u>

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31ST DECEMBER 2020

9. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	516,260	(248,970)	267,290
<b>Restricted funds</b>			
Copdale Road	54,737	-	54,737
Zakaat	5,619	(4,000)	1,619
	<u>60,356</u>	<u>(4,000)</u>	<u>56,356</u>
<b>TOTAL FUNDS</b>	<u>576,616</u>	<u>(252,970)</u>	<u>323,646</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st December 2020.

**USMANI MOSQUE**  
**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST DECEMBER 2020**

	31/12/20 £	31/12/19 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	127,186	273,685
<b>Charitable activities</b>		
Hall hire	160	9,550
Madressa fees	35,199	89,346
	<u>35,359</u>	<u>98,896</u>
<b>Other income</b>		
Repayment interest	59	-
HMRC JRS Grant	41,431	-
	<u>41,490</u>	<u>-</u>
<b>Total incoming resources</b>	<b>204,035</b>	<b>372,581</b>
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Wages	100,464	89,593
Pensions	294	181
Rates and water	1,441	2,432
Insurance	2,141	2,251
Light and heat	10,825	12,616
Postage and stationery	2,345	1,609
Books and learning resources	-	7,716
Repairs and maintenance	2,612	3,378
Legal fees	1,100	100
Cleaning	175	843
Charitable expenditure	1,500	-
Bank charges	121	176
Charitable expenditure - Zakat	-	2,500
Depreciation of tangible fixed assets	2,711	3,247
	<u>125,729</u>	<u>126,642</u>
<b>Support costs</b>		
<b>Management</b>		
Postage and stationery	402	-
Advertising	197	-
	<u>599</u>	<u>-</u>

This page does not form part of the statutory financial statements

**USMANI MOSQUE**  
**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST DECEMBER 2020**

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	<b>31/12/20</b>	<b>31/12/19</b>
	<b>£</b>	<b>£</b>
Total resources expended	<u><b>126,328</b></u>	<u>126,642</u>
<b>Net income</b>	<u><b>77,707</b></u>	<u>245,939</u>

This page does not form part of the statutory financial statements

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