

**TRUSTEES' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021
FOR
USMANI MOSQUE**

Watergates Ltd
109 Coleman Road
Leicester
LE5 4LE

USMANI MOSQUE

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FOR THE YEAR ENDED 31ST DECEMBER 2021**

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USMANI MOSQUE
TRUSTEES' REPORT
FOR THE YEAR ENDED 31ST DECEMBER 2021

The trustees present their report with the financial statements of the charity for the year ended 31st December 2021. 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 2021

FINANCIAL REVIEW

Financial position

During the year, incoming resources as well as resources expended have increased to £386,287 (2020: £204,035) and £140,917 (2020: £126,328) respectively. This has resulted in a surplus for the year of £245,370 (2020: £77,707).

Voluntary income has increased to £300,265 (2020: £127,186) whereas madressa fees has also increased to £77,870 (2020: £35,199). This is as a result of income for previous year being affected by Covid-19 closures of places of worship. Voluntary income has also increased since the mosque has received a very generous donation towards the construction cost of Copdale Road site.

The mosque also collected £591 in the form of Zakaat donations and distributed £1,500 to charitable organisations which also includes Zakaat funds available from previous years.

The resources expended have primarily increased as a result of increase in staff costs as well as some increase in repairs and maintenance of the mosque premises.

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 madressa building.

The construction of new madressa building is expected to cost a significant amount of money and the charity has already spent approximately £500,000 towards this property including acquisition costs.

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 madressa. The building has since been demolished and construction work commenced for new madressa 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 2021


Trustees

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 22nd September 2022 and signed on its behalf by:



Mr A Ismail - Trustee

MUSSA A. ALI


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

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 2021.

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

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 _ which is one of the listed bodies.

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

22nd September 2022

USMANI MOSQUE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021**

	Notes	Unrestricted funds £	Restricted funds £	31/12/21 Total funds £	31/12/20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		199,674	100,591	300,265	127,186
Charitable activities					
Hall Hire		670	-	670	160
Madressa fees		77,870	-	77,870	35,199
Other income		7,482	-	7,482	41,490
Total		285,696	100,591	386,287	204,035
EXPENDITURE ON					
Charitable activities					
Mosque and madressa running costs		139,417	-	139,417	124,828
Zakaat		-	1,500	1,500	1,500
Total		139,417	1,500	140,917	126,328
NET INCOME		146,279	99,091	245,370	77,707
Transfers between funds	9	371,611	(371,611)	-	-
Net movement in funds		517,890	(272,520)	245,370	77,707
RECONCILIATION OF FUNDS					
Total funds brought forward		1,971,275	373,230	2,344,505	2,266,798
TOTAL FUNDS CARRIED FORWARD		2,489,165	100,710	2,589,875	2,344,505

The notes on page 0 form part of these financial statements

USMANI MOSQUE


STATEMENT OF FINANCIAL POSITION
31ST DECEMBER 2021

	Notes	Unrestricted funds £	Restricted funds £	31/12/21 Total funds £	31/12/20 Total funds £
FIXED ASSETS					
Tangible assets	5	2,240,252	-	2,240,252	2,194,245
CURRENT ASSETS					
Debtors	6	46,343	-	46,343	28,857
Cash at bank and in hand		277,546	100,710	378,256	227,587
		<u>323,889</u>	<u>100,710</u>	<u>424,599</u>	<u>256,444</u>
CREDITORS					
Amounts falling due within one year	7	(1,776)	-	(1,776)	(16,734)
NET CURRENT ASSETS		<u>322,113</u>	<u>100,710</u>	<u>422,823</u>	<u>239,710</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>2,562,365</u>	<u>100,710</u>	<u>2,663,075</u>	<u>2,433,955</u>
CREDITORS					
Amounts falling due after more than one year	8	(73,200)	-	(73,200)	(89,450)
NET ASSETS		<u>2,489,165</u>	<u>100,710</u>	<u>2,589,875</u>	<u>2,344,505</u>
FUNDS					
Unrestricted funds	9			2,489,165	1,971,275
Restricted funds				100,710	373,230
TOTAL FUNDS				<u>2,589,875</u>	<u>2,344,505</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22nd September 2022 and were signed on its behalf by:



Mr A Ismail - Trustee

MUSSA A. ALI


The notes on page 0 form part of these financial statements

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2021

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 2021

2. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2021 nor for the year ended 31st December 2020.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31st December 2021 nor for the year ended 31st December 2020.

3. STAFF COSTS

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

	31/12/21	31/12/20
Number of paid teaching staff	16	15
Number of voluntary teaching staff	2	2
	<u>18</u>	<u>17</u>

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

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	126,422	764	127,186
Charitable activities			
Hall Hire	160	-	160
Madressa fees	35,199	-	35,199
Other income	41,490	-	41,490
Total	<u>203,271</u>	<u>764</u>	<u>204,035</u>
EXPENDITURE ON			
Charitable activities			
Mosque and madressa running costs	124,828	-	124,828
Zakaat	-	1,500	1,500
Total	<u>124,828</u>	<u>1,500</u>	<u>126,328</u>
NET INCOME/(EXPENDITURE)	78,443	(736)	77,707
Transfers between funds	(373,966)	373,966	-
Net movement in funds	(295,523)	373,230	77,707
RECONCILIATION OF FUNDS			
Total funds brought forward	2,266,798	-	2,266,798

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Restricted funds £	Total funds £
TOTAL FUNDS CARRIED FORWARD	1,971,275	373,230	2,344,505
5. TANGIBLE FIXED ASSETS	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1st January 2021	2,192,155	64,916	2,257,071
Additions	47,359	-	47,359
At 31st December 2021	2,239,514	64,916	2,304,430
DEPRECIATION			
At 1st January 2021	-	62,826	62,826
Charge for year	-	1,352	1,352
At 31st December 2021	-	64,178	64,178
NET BOOK VALUE			
At 31st December 2021	2,239,514	738	2,240,252
At 31st December 2020	2,192,155	2,090	2,194,245
6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31/12/21 £	31/12/20 £	
Trade debtors	1,422	-	
Other debtors	44,921	28,857	
	46,343	28,857	

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Trade creditors	170	58
Taxation and social security	765	2,342
Other creditors	841	14,334
	<u>1,776</u>	<u>16,734</u>

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

	31/12/21 £	31/12/20 £
Other creditors	<u>73,200</u>	<u>89,450</u>

9. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
General fund	1,971,275	146,279	371,611	2,489,165
Restricted funds				
Copdale Road	371,611	100,000	(371,611)	100,000
Zakaat	1,619	(909)	-	710
	<u>373,230</u>	<u>99,091</u>	<u>(371,611)</u>	<u>100,710</u>
TOTAL FUNDS	<u>2,344,505</u>	<u>245,370</u>	<u>-</u>	<u>2,589,875</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	285,696	(139,417)	146,279
Restricted funds			
Copdale Road	100,000	-	100,000
Zakaat	591	(1,500)	(909)
	<u>100,591</u>	<u>(1,500)</u>	<u>99,091</u>
TOTAL FUNDS	<u>386,287</u>	<u>(140,917)</u>	<u>245,370</u>

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

9. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

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

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

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

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

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
General fund	2,266,798	224,722	(2,355)	2,489,165
Restricted funds				
Copdale Road	-	100,000	-	100,000
Zakaat	-	(1,645)	2,355	710
	-	98,355	2,355	100,710
TOTAL FUNDS	<u>2,266,798</u>	<u>323,077</u>	<u>-</u>	<u>2,589,875</u>

USMANI MOSQUE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2021

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 £
Unrestricted funds			
General fund	488,967	(264,245)	224,722
Restricted funds			
Copdale Road	100,000	-	100,000
Zakaat	1,355	(3,000)	(1,645)
	<u>101,355</u>	<u>(3,000)</u>	<u>98,355</u>
TOTAL FUNDS	<u><u>590,322</u></u>	<u><u>(267,245)</u></u>	<u><u>323,077</u></u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st December 2021.

USMANI MOSQUE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021**

	31/12/21 £	31/12/20 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	257,810	100,794
Gift aid	42,455	26,392
	300,265	127,186
Charitable activities		
Hall hire	670	160
Madressa fees	77,870	35,199
	78,540	35,359
Other income		
Repayment interest	125	59
HMRC JRS Grant	7,357	41,431
	7,482	41,490
Total incoming resources	386,287	204,035
EXPENDITURE		
Charitable activities		
Wages	115,370	100,464
Pensions	257	294
Rates and water	1,913	1,441
Insurance	2,215	2,141
Light and heat	10,028	10,825
Postage and stationery	1,770	2,345
Books and learning resources	107	-
Repairs and maintenance	4,602	2,612
Legal fees	836	1,100
Cleaning	34	175
Bank charges	7	121
Charitable expenditure - Zakat	1,500	1,500
Telephone	926	-
Depreciation of tangible fixed assets	1,352	2,711
	140,917	125,729
Support costs		
Management		
Postage and stationery	-	402
Advertising	-	197
	-	599

This page does not form part of the statutory financial statements

USMANI MOSQUE

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2021

	31/12/21 £	31/12/20 £
Total resources expended	140,917	126,328
Net income	245,370	77,707

This page does not form part of the statutory financial statements