REGISTERED CHARITY NUMBER: 1149150

Report of the Trustees and

Financial Statements for the Period Ended 31 December 2025

for

Al-Hidayah Foundation

Al-Hidayah Foundation

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For the Period Ended 31 December 2025

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Al-Hidayah Foundation

Report of the Trustees
For the Period Ended 31 December 2025

Charity Objectives

The objectives of Al-Hidayah Foundation are for the public benefit.

The principal aims of the charity and the objective to further the religion of Islam in accordance with the teachings of the Quran and the teachings of prophet Muhammad (Peace be upon him) and the Sahaba-E-Keram (R.A.A) according to the interpretation and accepted view of the Ahlus Sunnah Wal Jamaa-ah

Current Activities
In pursuing our objectives during the financial year ending 31st December 2025, the organisation was engaged in running the following activities:

Evening Religious Education Classes
Knowledge holds an important aspect in the religion of islam, children from the age of 4 and above attend the evening Madrasah Monday to Friday learning the basic principles of Islam (Quran, Masnoon duas, Fiqh, Aqaid, Aadab, Tareekh)

Further Religious Education Classes
This class was initiated for teenagers who have completed their primary madrasah education but wish to enhance their understanding of Islam enabling them to become a good muslim and member of the community.

Website
The objective of the website is to help the community stay connected with our activities. Visitors can subscribe to the mailing list to receive updates and educational bulletins

Publications
The charity publishes and distributes informative and inspirational literature in the english language through the means of
Bi-monthly magazines
Leaflets

These cover topics which are relevant to the audience primarily the community, pupils and parents of the madrasah.

Report of the Trustees
For the Period Ended 31 December 2025

Structure, Governance and Management

Governing document
Al Hidayah Foundation is registered with the Charity Commision (Registration Number 1149150) and constituted by the deed of trust.

Organisational Structure
The charities trustees are responsible for the general control and management of the charity. The Trustees give their time freely and receive no remuneration or benefits. The trustees meet together and are responsible for all decisions taken in relation to running the charity.
invest in thorough due diligence, staff and appropriate policies and procedures.

Reference and Administrative details
Registered Charity Number
1149150

Principal Address
130-140 Walstead Road
Walsall
WS5 4LY

Trustees
Mr Yunus Loonat
Mr Ismail Bhayat
Mr Ahmed Kalang

Accounts prepared by
Ashraf Ravat

Audited by
Ali Muhammad
ACCA

Al-Hidayah Foundation

PROFIT AND LOSS ACCOUNT
For the Period Ended 31 December 2025

	Notes	31.12.2025 Unrestricted Fund £	31.12.2024 Unrestricted Fund £
INCOMING RESOURCES			
Incoming resources from generated funds			
Voluntary income		£ 125,502.86	£ 108,846.27
RESOURCES EXPENDED			
Charitable activities			
Default		£ 128,779.45	£ 106,900.35
NET INCOMING/(OUTGOING) RESOURCES		-£ 3,276.59	£ 1,945.92
RECONCILIATION OF FUNDS		£ 273,595.40	£ 271,649.48
TOTAL FUNDS CARRIED FORWARD		£ 270,318.81	£ 273,595.40

Al-Hidayah Foundation

BALANCE SHEET
For the Period Ended 31 December 2025

	Notes	31.12.2025 Unrestricted Fund £	31.12.2024 Unrestricted Fund £
FIXED ASSETS			
Tangible assets	2	£ 302,683.58	£ 301,301.56
CURRENT ASSETS			
Cash at bank and in hand		£ 25,812.18	£ 30,079.97
Cash in Transit		£ 50.35	£ -
Debtors		£ 4,956.90	£ 4,355.80
		£ 333,503.01	£ 335,737.33
CREDITORS			
Amounts falling due within one year	4	-£ 11,684.20	-£ 10,641.93
CREDITORS			
Amounts falling due more than one year	5	-£ 51,500.00	-£ 51,500.00
NET CURRENT ASSETS/ (LIABILITIES)		£ 270,318.81	£ 273,595.40
FUNDS			
Unrestricted funds	7	£ 270,318.81	£ 273,595.40
TOTAL FUNDS		**£ 270,318.81**	**£ 273,595.40**

Al-Hidayah Foundation

NOTES TO THE FINANCIAL STATEMENTS
For the Period Ended 31 December 2025

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1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

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 each asset over its estimated useful life.

Land & Building	15 Years useful life
Fixtures and fittings	- 20% on cost
Computer Equipment	- 20% on cost

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.

NOTES TO THE FINANCIAL STATEMENTS - continued
For the Period Ended 31 December 2025

2 TANGIBLE FIXED ASSI	**Land & Building**	**Computer Equipment**	**Fixtures & Fittings**	**Total**
Cost b/f	£ 295,810.00	£ -	£ 8,800.52	£ 304,610.52
Additions	£ 3,812.38	£ 358.74	£ -	£ 4,171.12
At 31 Dec 2024				
	£ 299,622.38	**£ 358.74**	**£ 8,800.52**	**£ 308,781.64**
Depreciation				
Depreciation b/f	£ 1,993.60	£ -	£ 1,315.36	£ 3,308.96
Charge for the Year	£ 1,250.96	£ 5.98	£ 1,532.16	£ 2,789.10
	£ 3,244.56	**£ 5.98**	**£ 2,847.52**	**£ 6,098.06**
NET BOOK VALUE				
31/12/2025	£ 296,377.82	£ 364.72	£ 5,953.00	£ 302,683.58
31/12/2024	£ 293,816.40	£ -	£ 7,485.16	£ 301,301.56

3 STAFF COSTS	2025 £	2024 £
Wages and salaries	14	12
	14	12

The average monthly number of employees during the year was as follows: 14
No employees received emoluments in excess of £60,000.

Trustees Remuneration and Benefits
There were no trustees' remuneration or benefits to declare for the year ended 31 December 2025 nor in 31 December 2024

Trustees' Expenses
There were no trustees' expenses to declare for the year ended 31 December 2025 nor for the year ended 31 December 2024

Related Party Transactions
There were no related party transactions for the year ended 31 December 2025

4 CREDITORS: AMOUNTS DUE WITHIN ONE YEAR	2025 £	2024 £
Other Creditors	£ -	£ -
Taxation and Social Security	£ 1,513.85	£ 615.27
Outstanding Wages	£ 10,170.35	£ 10,026.66
	£ 11,684.20	£ 10,641.93

NOTES TO THE FINANCIAL STATEMENTS - continued
For the Period Ended 31 December 2025

5 CREDITORS: AMOUNTS DUE MORE THAN ONE YEAR	2025 £	2024 £
Interest Free Loans - Karze Hasana	£ 51,500.00	£ 51,500.00
	£ 51,500.00	£ 51,500.00

6 MOVEMENT IN FUNDS	Net movement in funds 2025 £	Net movement in funds 2024 £
Unrestricted funds		
General fund	£ 270,318.81	£ 273,595.40
TOTAL FUNDS	£ 270,318.81	£ 273,595.40

MOVEMENT IN FUNDS CURRENT YEAR

	At 1.1.25 £	Net movement in funds £	At 31.12.25 £
Unrestricted funds			
General fund	£ 273,595.40	-£ 3,276.59	£ 270,318.81
TOTAL FUNDS	£ 273,595.40	-£ 3,276.59	£ 270,318.81

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

	Incoming resources	Resources expended	Movement in funds
Unrestricted funds			
General fund	£ 125,502.86	-£ 128,779.45	-£ 3,276.59
	£ 125,502.86	-£ 128,779.45	-£ 3,276.59

Al-Hidayah Foundation

PROFIT AND LOSS ACCOUNT
For the Period Ended 31 December 2025

	2025 £	2024 £
INCOMING RESOURCES		
Voluntary income		
Donations	£ 20,549.46	£ 30,371.08
Donations- Fundraising	£ 6,527.90	£ 12,646.19
Donations- Rental Income	£ 360.00	£ 360.00
Donations- Tuition	£ 98,065.50	£ 65,469.00
Gift Aid	£ -	£ -
Total incoming resources	£ 125,502.86	£ 108,846.27
RESOURCES EXPENDED		
Charitable activities		
Repairs	£ 1,982.56	£ 218.97
Fundraising Expenditure	£ 5,252.56	£ 5,011.98
Tuition Expenditure	£ 1,857.68	£ 2,869.10
Council Tax	£ 4,636.32	£ 4,232.36
Rates	£ 578.19	£ 485.61
Cleaning	£ 20.00	£ 146.99
Light and Heat	£ 4,488.38	£ 4,222.63
Insurance	£ 1,117.08	£ 1,223.46
Stationery & Printing	£ 535.15	£ 17.98
Wages	£ 101,315.75	£ 83,549.50
Internet	£ 354.64	£ 305.64
Licence Fee	£ -	£ 150.00
Legal & Professional	£ 2,991.86	£ 2,094.96
Prizes	£ 471.69	£ 493.75
Community Expenditure	£ 79.57	£ 477.79
Sundry	£ -	£ 105.71
I.T Costs	£ 308.92	£ -
Depreciation	£ 2,789.10	£ 1,293.92
	£ 128,779.45	£ 106,900.35
Total resources expended	£ 128,779.45	£ 106,900.35
Net (expenditure)/income	-£ 3,276.59	£ 1,945.92