REGISTERED CHARITY NUMBER: 1160353

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

FOR

THE ISLAMIC FOUNDATION

THE ISLAMIC FOUNDATION

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For The Year Ended 31 December 2025

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REFERENCE AND ADMINISTRATIVE DETAILS
For The Year Ended 31 December 2025

TRUSTEES	Prof A Ahmad Dr M A Bari Dr Z Parvez Dr R Mohammed (resigned 18.5.26) Dr M R M Lebbai Dr A Chachi (appointed 19.12.25) Dr S Ahmad (appointed 19.12.25)
PRINCIPAL ADDRESS	The Markfield Conference Centre Ratby Lane Leicester Leicestershire LE67 9SY
REGISTERED CHARITY NUMBER	1160353
AUDITORS	TC Group, Statutory Auditor 31 High View Close Hamilton Office Park Leicester Leicestershire LE4 9LJ

The trustees present their report with the financial statements of the charity for the year ended 31 December 2025. 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

Objectives and aims

The key purpose of the charity is to promote an understanding of Islam and the Islamic world, in accordance with the objectives laid out in the trust deeds. The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

The Islamic Foundation is dedicated to the service of knowledge through research, education, training, and publishing with the aim of promoting a more informed understanding of the Islamic faith, both amongst Muslims and others, and foster better relations between Muslims and people of other faiths and none.

Public benefit

The Islamic Foundation is working to provide the general public with a better understanding of the Islamic faith, both amongst Muslims and non-Muslims, and foster better relations between Muslims and people of other faiths and none. The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

During the year under review the Foundation maintained its research, education, inter-faith and publishing activities. We continued to work closely with our diverse range of volunteers, well-wishers and partners which helped us to expand the institution's profile and community services such as Eid festivals, Ramadan gatherings, weekend school (Maktab).

In 2025 the Islamic Foundation continued with its research programmes, organising reading rooms and seminars. We also began the project to digitalise the library and set up a professional archive centre. The Foundation developed and delivered youth development retreats. The leadership development retreats were organised. These included a special retreat on AI.

The Foundation continued to develop and publish books through Kube Publishing. They included academic, general, classics and children's titles.

The Foundation liaised with various charities and sponsors in relation to the distribution of our books to poor and low-income children and families in UK and abroad.

The Muslim World Book Review (MWBR) was transformed into a research journal under the new title of the Muslim World Review (MWR). It was published quarterly. It was also offered in the digital format on www.themwr.org

Markfield Conference Centre continued to provide unique facilities for the communities from across UK and even Europe. A diverse range of community groups visited the centre for their educational, social and cultural activities. The Foundation contributed to the educational and training programmes of some of these groups. Our mosque, a registered place of worship, holds daily congregational prayers and is used extensively by many visitors, especially on Fridays.

The Islamic Foundation Library provided an effective and efficient information service to all its users. These included students of BA, MA, MPhil and PhD studying at the Markfield Institute of Higher Education (MIHE), as well as long and short-term visiting researchers, and members of academic and non-academic staff at the Foundation. During the year, the library added over 1000 new books in Arabic, English and Urdu. The subject areas include the Qur'an, Seera, Islamic Banking & Finance, Interfaith studies and pluralism, Islamic Law and Philosophy, history and culture of Muslims in Europe, particularly British Muslims. The library has also been exploring new electronic resources.

The trustees and staff participated and contributed to various academic and community organisations actively and conducted lectures and training online.

FINANCIAL REVIEW

Financial position

At the end of the financial year the total reserves stood at £6,473,209 (2024: £4,196,524). The trustees believe this to be a sound footing to invest in the future of the charity.

The charitable income was £3,022,310 (2024: £615,048) which included a donation of properties to the value of £1,479,138 against charitable expenditure of £745,625 (2024: £626,598) and a gain on investment property of £Nil (2024: £238,299).

As a charity the public has the assurance that all funds generated must be applied for the purposes of the charity's objectives and activities. As a charity we enjoy tax exemption on our charitable activities and our investment income and gains provided these are applied for our charitable aims. The financial benefits we receive from the tax exemptions are all applied to help maintain our charitable objectives.

Reserves policy

Reserves are maintained at a level that enabled the Charity to manage financial risk and short-term income volatility. They allow the Charity to sustain optimal levels of expenditure, ensuring that financial commitments can be met as they fall due. Our reserves policy allocates money from unrestricted fund balances, which are not invested in fixed assets, held in our 60 and 120 days, reserves accounts.

The reserves amount was capped at £50,000 for the financial year ended 31st December 2025 which is meant to be used in bridging any possible delays in receiving donations or managing payments in arrears. The period of delay has been defined as a minimum of a three months budgeted trading activity. This policy is however reviewed on six months basis twice in a financial period, as circumstances evolve and change during the course of the next financial year, matching changes to the annual budget.

FUTURE PLANS

Besides the income from investments, revenue from the hiring of the conference facilities, fees from educational programmes, grants from national and international charitable foundations remain the major sources of our finance. The Foundation has always had a policy of building our endowment fund based on property investment. It has performed well to date. A major objective for the future is to develop digital resources to expand our beneficiaries and use digital marketing for fundraising to expand our donor base. This will allow us to further expand charitable activities such as educational programmes for the youth, mosque leadership the library services and the academic activities such as research seminars, publications and journals. We are also close to securing the planning consent to modernise our conference facilities to widen the user base to professional and higher educational activities, thus, enhancing the revenue.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Islamic Foundation is registered as a Charitable Incorporated Organisation (CIO), number 1160353, and is considered to have no liability to taxation on its income.

Recruitment and appointment of new trustees

The election of the trustees is formalised in the constitution.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Trustees who have ultimate responsibility for maintenance of the Islamic Foundation and its policy and strategic direction, have delegated the day-to-day management of the Foundation to its Director General, who operates through Senior Executive Committee (SEC) consisting of both selected trustees and the departmental and project heads.

The co-ordination of the management of the Islamic Foundation on behalf of the trustees is the responsibility of the Secretary of the Foundation.

The Trustees maintain contact with and participation in the decision-making process of the Foundation through the Administrative Committee which meets quarterly and its sub committees, when formed, meet as required.

Induction and training of new trustees

Trustees are appointed as and when the board requires. The appointment of Trustees is preceded by consultation to ensure they are aware of the aims and objectives of the charity and their responsibilities. They are provided regular updates on the regulations and their legal and institutional duties.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.

The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies. The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

To maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under charity law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which 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 Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 26/10/2026 and signed on its behalf by:



.....
Dr S Ahmad - Trustee

Opinion
We have audited the financial statements of The Islamic Foundation (the 'charity') for the year ended 31 December 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:
- give a true and fair view of the state of the charity's affairs as at 31 December 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information
The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulation. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant so specific assertions in the financial statements are those that relate to the reporting framework (UK GAAP and the Charities SORP) and the relevant tax compliance regulations in the UK.

We understood how the charity is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures. We corroborated our enquiries through review of board minutes and discussions with those charged with governance.

We assess the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by discussion with management from various parts of the business to understand where they considered there was a susceptibility to fraud. We considered the procedures and controls that the charity has established to prevent and detect fraud, and how these are monitored by management, and also any enhanced risk factors such as performance targets.

Based on our understanding, we designed our audit procedures to identify any non-compliance with laws and regulations identified in the paragraphs above.

We also performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

TC Group

TC Group, Statutory Auditor
31 High View Close
Hamilton Office Park
Leicester
Leicestershire
LE4 9LJ

Date: 27/10/2026

THE ISLAMIC FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
For The Year Ended 31 December 2025

	Notes	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	2,509,163	4,510	2,513,673	203,490
Charitable activities	4				
Hire of Conference facilities		107,427	-	107,427	96,424
Maktab/Madressa		22,957	-	22,957	18,317
Income from subscription		8,278	-	8,278	5,958
Investment income	3	284,759	-	284,759	189,843
Other income	5	85,216	-	85,216	101,016
Total		3,017,800	4,510	3,022,310	615,048
EXPENDITURE ON					
Raising funds	6	55,554	-	55,554	33,887
Charitable activities	7				
Donations		12,700	19,500	32,200	10,959
General costs		259,386	-	259,386	246,805
Auditor remuneration		12,500	-	12,500	-
Other		385,940	45	385,985	334,947
Total		726,080	19,545	745,625	626,598
Net gains on investments		-	-	-	238,299
NET INCOME/(EXPENDITURE)		2,291,720	(15,035)	2,276,685	226,749
Transfers between funds	19	(14,252)	14,252	-	-
Net movement in funds		2,277,468	(783)	2,276,685	226,749
RECONCILIATION OF FUNDS					
Total funds brought forward		4,147,571	48,953	4,196,524	3,969,775
TOTAL FUNDS CARRIED FORWARD		6,425,039	48,170	6,473,209	4,196,524

The notes form part of these financial statements

BALANCE SHEET
31 December 2025

	Notes	2025 £	2024 £
FIXED ASSETS			
Tangible assets	12	2,035,278	2,071,620
Investment property	13	3,411,639	1,931,000
		5,446,917	4,002,620
CURRENT ASSETS			
Debtors	14	285,496	246,540
Cash at bank and in hand		1,002,189	207,693
		1,287,685	454,233
CREDITORS			
Amounts falling due within one year	15	(257,860)	(246,797)
NET CURRENT ASSETS		1,029,825	207,436
TOTAL ASSETS LESS CURRENT LIABILITIES		6,476,742	4,210,056
CREDITORS			
Amounts falling due after more than one year		(3,533)	(13,532)
NET ASSETS		6,473,209	4,196,524
FUNDS	19		
Unrestricted funds		6,425,039	4,147,571
Restricted funds		48,170	48,953
TOTAL FUNDS		6,473,209	4,196,524

The financial statements were approved by the Board of Trustees and authorised for issue on 26/10/2026 and were signed on its behalf by:

.....
S Ahmad - Trustee

The notes form part of these financial statements

THE ISLAMIC FOUNDATION

CASH FLOW STATEMENT
For The Year Ended 31 December 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	811,984	45,991
Interest paid		(489)	-
Net cash provided by operating activities		811,495	45,991
Cash flows from investing activities			
Purchase of tangible fixed assets		(10,217)	(972)
Interest received		3,216	2,296
Net cash (used in)/provided by investing activities		(7,001)	1,324
Cash flows from financing activities			
Loan repayments in year		(9,998)	(10,001)
Net cash used in financing activities		(9,998)	(10,001)
Change in cash and cash equivalents in the reporting period		794,496	37,314
Cash and cash equivalents at the beginning of the reporting period		207,693	170,379
Cash and cash equivalents at the end of the reporting period		1,002,189	207,693

The notes form part of these financial statements

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net income for the reporting period (as per the Statement of Financial Activities)	2,276,685	226,749
Adjustments for:		
Depreciation charges	46,558	46,752
Losses on investments	-	(238,299)
Interest received	(3,216)	(2,296)
Interest paid	489	-
Donated fixed asset	(1,480,639)	-
(Increase)/decrease in debtors	(38,956)	4,403
Increase in creditors	11,063	8,682
Net cash provided by operations	811,984	45,991

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.25 £	Cash flow £	At 31.12.25 £
Net cash			
Cash at bank and in hand	207,693	794,496	1,002,189
	207,693	794,496	1,002,189
Debt			
Debts falling due within 1 year	(10,000)	-	(10,000)
Debts falling due after 1 year	(13,532)	9,999	(3,533)
	(23,532)	9,999	(13,533)
Total	184,161	804,495	988,656

The notes form part of these financial statements

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, as modified by the revaluation of certain assets.

Going concern
The accounts have been prepared on a going concern basis. The Trustees consider that there are no material uncertainties regarding the Charity's ability to continue as a going concern. The Trustees are of the opinion that the Charity will have access to sufficient funds to enable it operate for at least one year from the signing of the balance sheet.

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.

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Income from the hire of the charity's facilities is recognised on a receivable basis

Investment income is is recognised on a receivable basis

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 each asset over its estimated useful life.

Freehold property - 2% on reducing balance
Fixtures and fittings - 10% on reducing balance
Motor vehicles - 25% on reducing balance
Computer equipment - 25% on cost
Office equipment - 20% on cost
Plant and machinery - 20% on cost

Tangible fixed assets is depreciated with a full charge in the year of addition and none in the year of disposal

Tangible fixed assets are initially recorded at cost and subsequently carried at cost less accumulated

continued...

1. ACCOUNTING POLICIES - continued

Tangible fixed assets
depreciation and accumulated impairment losses.

Investment property
Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

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.

2. DONATIONS AND LEGACIES

	2025	2024
	£	£
Donations	1,011,440	193,377
Gift aid	23,095	10,113
Donation of assets	1,479,138	-
	2,513,673	203,490

3. INVESTMENT INCOME

	2025	2024
	£	£
Rents received	281,543	187,547
Deposit account interest	3,216	2,296
	284,759	189,843

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2025 £	2024 £
Hire of conference facilities	Hire of Conference facilities	107,427	96,424
Maktab income	Maktab/Madressa	22,957	18,317
Project funding	Income from subscription	8,278	5,958
		138,662	120,699

5. OTHER INCOME

	2025 £	2024 £
Service charges receivable	46,028	47,569
Other income	39,188	53,447
	85,216	101,016

6. RAISING FUNDS

Other trading activities

	2025 £	2024 £
Property management expenses	21,714	9,815
Madressa costs	33,351	24,072
Interest payable and similar charges	489	-
	55,554	33,887

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Donations	32,200	-	32,200
General costs	259,386	-	259,386
Auditor remuneration	-	12,500	12,500
	291,586	12,500	304,086

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8. SUPPORT COSTS

	Governance costs
	£
Auditor remuneration	12,500

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2025 nor for the year ended 31 December 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2025 nor for the year ended 31 December 2024.

10. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	241,519	219,335
Social security costs	14,600	11,703
Other pension costs	3,267	3,267
	259,386	234,305

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

	2025	2024
Administration and governance	6	6
Other	6	5
	12	11

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

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	193,860	9,630	203,490
Charitable activities			
Hire of Conference facilities	96,424	-	96,424
Maktab/Madressa	18,317	-	18,317
Income from subscription	5,958	-	5,958
Investment income	189,843	-	189,843
Other income	101,016	-	101,016
Total	605,418	9,630	615,048

continued...

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
EXPENDITURE ON			
Raising funds	33,887	-	33,887
Charitable activities			
Donations	10,959	-	10,959
General costs	246,805	-	246,805
Other	334,947	-	334,947
Total	626,598	-	626,598
Net gains on investments	238,299	-	238,299
NET INCOME	217,119	9,630	226,749
Transfers between funds	8,442	(8,442)	-
Net movement in funds	225,561	1,188	226,749
RECONCILIATION OF FUNDS			
Total funds brought forward	3,922,010	47,765	3,969,775
TOTAL FUNDS CARRIED FORWARD	4,147,571	48,953	4,196,524

12. TANGIBLE FIXED ASSETS

	Freehold property £	Office equipment £	Plant and machinery £
COST			
At 1 January 2025	2,341,154	660	982
Additions	5,400	452	583
At 31 December 2025	2,346,554	1,112	1,565
DEPRECIATION			
At 1 January 2025	310,448	220	264
Charge for year	40,614	200	313
At 31 December 2025	351,062	420	577
NET BOOK VALUE			
At 31 December 2025	1,995,492	692	988
At 31 December 2024	2,030,706	440	718

continued...

12. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2025	74,411	249	4,277	2,421,733
Additions	1,825	-	1,957	10,217
At 31 December 2025	76,236	249	6,234	2,431,950
DEPRECIATION				
At 1 January 2025	37,623	206	1,352	350,113
Charge for year	3,862	11	1,559	46,559
At 31 December 2025	41,485	217	2,911	396,672
NET BOOK VALUE				
At 31 December 2025	34,751	32	3,323	2,035,278
At 31 December 2024	36,788	43	2,925	2,071,620

13. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2025	1,931,000
Additions	1,480,639
At 31 December 2025	3,411,639
NET BOOK VALUE	
At 31 December 2025	3,411,639
At 31 December 2024	1,931,000

Investment properties were reviewed by the trustees at the year end taking into account their knowledge of local market conditions and the condition of the properties owned by the trust. In their opinion the value shown in the financial statements represents a materially fair value.

Fair value at 31 December 2025 is represented by:

	£
Valuation in 2016	813,776
Valuation in 2020	59,000
Valuation in 2024	238,299
Cost	2,300,564
	3,411,639

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade debtors	7,223	10,049
Kube Publishing Limited	61,511	78,483
Markfield Institute of Higher Education	147,521	128,030
VAT	5,793	3,759
Prepayments and accrued income	63,448	26,219
	285,496	246,540

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Bank loans and overdrafts (see note 16)	10,000	10,000
Trade creditors	18,359	26,455
Taxation and social security	4,779	3,758
Other creditors	224,722	206,584
	257,860	246,797

16. LOANS

An analysis of the maturity of loans is given below:

	2025	2024
	£	£
Amounts falling due within one year on demand:		
Bank loan	10,000	10,000
Amounts falling between one and two years:		
Bank loan	3,533	13,532

17. SECURED DEBTS

The following secured debts are included within creditors:

	2025	2024
	£	£
Bank loans	13,533	23,532

Bank loans are secured on the asset to which they relate.

continued...

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Restricted funds	2025 Total funds	2024 Total funds
	£	£	£	£
Fixed assets	2,035,278	-	2,035,278	2,071,620
Investments	3,411,639	-	3,411,639	1,931,000
Current assets	1,239,515	48,170	1,287,685	454,233
Current liabilities	(257,860)	-	(257,860)	(246,797)
Long term liabilities	(3,533)	-	(3,533)	(13,532)
	6,425,039	48,170	6,473,209	4,196,524

19. MOVEMENT IN FUNDS

	At 1.1.25	Net movement in funds	Transfers between funds	At 31.12.25
	£	£	£	£
Unrestricted funds				
General fund	4,147,571	2,291,720	(14,252)	6,425,039
Restricted funds				
Scholarship	46,206	-	-	46,206
IF Kenya	2,747	(15,035)	14,252	1,964
	48,953	(15,035)	14,252	48,170
TOTAL FUNDS	4,196,524	2,276,685	-	6,473,209

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	3,017,800	(726,080)	2,291,720
Restricted funds			
IF Kenya	4,510	(19,545)	(15,035)
TOTAL FUNDS	3,022,310	(745,625)	2,276,685

continued...

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.24	Net movement in funds	Transfers between funds	At 31.12.24
	£	£	£	£
Unrestricted fund	3,922,010	217,119	8,442	4,147,571
Restricted funds				
Scholarship	46,206	-	-	46,206
IF Kenya	1,559	9,630	(8,442)	2,747
	47,765	9,630	(8,442)	48,953
TOTAL FUNDS	3,969,775	226,749	-	4,196,524

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

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted fund	605,418	(626,598)	238,299	217,119
Restricted funds				
IF Kenya	9,630	-	-	9,630
TOTAL FUNDS	615,048	(626,598)	238,299	226,749

Scholarship fund
The fund provides educational programmes and courses on Islamic Studies in the UK.

IF Kenya fund
The fund provides educational programmes and courses to orphans and schools in Kenya.

20. CAPITAL COMMITMENTS

	2025	2024
	£	£
Contracted but not provided for in the financial statements	99,974	-

The company had entered into contracts in respect of professional design, engineering and project management services associated with the proposed construction of a conference centre and residential building.

continued...

21. RELATED PARTY DISCLOSURES

The Islamic Foundation (IF) has one Trustee in common with the Markfield Institute of Higher Education (MIHE).

During the year IF also received income amounting to £52,437 (2024: £36,562) from MIHE with respect to donations, rent and office expenses. An amount of £2,407 (2024: £Nil) was paid to MIHE in relation to IT equipment.

At the balance sheet date the amount due from MIHE was £102,521 (2024: £83,030). This is net of a loan repayable by IF to MIHE totalling £45,000 for both years.

The Islamic Foundation (IF) has personnel in common with the Kube Publishing Ltd.

During the year IF incurred cost of £440 (2024: £Nil) from Kube and received a royalty payment of £12,000. At the year end IF was owed £61,511 by Kube Publishing Ltd (2024: £78,483).

At the year end, two trustees had an interest in a property owned by IF, this property was last valued at £1,000,000 (2024: £800,000).

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
For The Year Ended 31 December 2025

	2025 £	2024 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	1,011,440	193,377
Gift aid	23,095	10,113
Donation of assets	1,479,138	-
	2,513,673	203,490
Investment income		
Rents received	281,543	187,547
Deposit account interest	3,216	2,296
	284,759	189,843
Charitable activities		
Hire of conference facilities	107,427	96,424
Maktab income	22,957	18,317
Project funding	8,278	5,958
	138,662	120,699
Other income		
Service charges receivable	46,028	47,569
Other income	39,188	53,447
	85,216	101,016
Total incoming resources	3,022,310	615,048
EXPENDITURE		
Other trading activities		
Property management expenses	21,714	9,815
Madressa costs	33,351	24,072
Bank loan interest	489	-
	55,554	33,887
Charitable activities		
Wages	241,519	219,335
Social security	14,600	11,703
Pensions	3,267	3,267
Donations paid	32,200	10,959
	291,586	245,264

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
For The Year Ended 31 December 2025

	2025 £	2024 £
Charitable activities		
Other		
Hire of equipment	1,846	2,515
Advertising and promotion	-	1,217
Rates and water	48,312	33,777
Insurance	15,054	12,685
Light and heat	79,007	71,480
Motor and travel expenses	(2,821)	768
Printing, postage and stationery	8,109	7,104
Telephone	2,826	2,713
IT and internet costs	9,658	16,182
Library costs	6,215	4,443
Repairs and maintenance	52,030	31,262
Cleaning	12,902	14,192
Bank charges	859	1,572
Legal and professional	542	1,600
Financial operations	24,570	18,550
Meals and accommodation	19,765	21,961
Entertainment	702	884
Consulting and Training	59,851	45,290
Deprec - Office equipment	46,558	46,752
	385,985	334,947
Support costs		
Governance costs		
Auditors' remuneration	12,500	12,500
Total resources expended	745,625	626,598
Net income/(expenditure) before gains and losses	2,276,685	(11,550)
Realised recognised gains and losses		
Realised gains/(losses) on investment property	-	238,299
Net income	2,276,685	226,749