ABU ZAHRA FOUNDATION

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ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 December 2025

Registered charity number 1181727

Charitable incorporated organisation CE016308

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Reference and administrative information

Charity name	Abu Zahra Foundation
Registered charity number	1181727
CIO registration	CE016308
Principal address	Devonshire Street, Keighley, West Yorkshire BD21 2BL
Bankers	Barclays Bank plc
Accountants	Hussains CPA, 38 Devonshire Street, Keighley BD21 2AU
Website	www.abuzahra.org

Trustees

Name	Date of appointment
Mohammed Majid Hussain	25 November 2017
Mohammed Kamran	19 June 2018
Azhar Mahmood	19 June 2018
Atiq Saddique	19 June 2018
Sajad Iqbal	29 May 2026
Asim Mahmood	29 May 2026
Adnan Tariq	29 May 2026
Mohammed Mubashar Akram	29 May 2026
Danyal Ehtsham Dar	29 May 2026
Mozamil Hussain	29 May 2026

Appointments dated 2026 took place after the reporting date of 31 December 2025.

Trustees’ annual report

Introduction and charitable purpose

The trustees present their report for the year ended 31 December 2025 together with the charity’s financial statements. Abu Zahra Foundation promotes Islamic education, religious participation, community welfare and charitable relief in the United Kingdom and overseas. Its stated objects include the advancement of religion and education, particularly among women and young people, the provision of community facilities and other charitable purposes within its constitution.

Organisation and governance

The Foundation is a charitable incorporated organisation. The trustees are responsible for strategic direction, stewardship of charitable assets, oversight of programme delivery and financial management. The governing arrangements described in the source accounts refer to a management committee and trustee appointment through the relevant executive arrangements.

Public benefit

In pursuing the charity’s objects, the trustees seek to make learning and worship accessible to the community and to direct financial support towards educational participation and beneficiaries in need. Activities include teaching, scholarship support, religious events, community facilities and relief programmes administered directly or through partner organisations.

Education and learning

The Foundation’s published educational offer includes foundational Islamic studies, classical Arabic, Qur’anic reading and memorisation, children’s Madrasa provision, GCSE Islamic Studies and progression towards scholarship. Its public website also describes structured adult courses and specialist recitation pathways. These published descriptions provide context for the charity’s programme model; they are not presented as independently verified delivery statistics for 2025.

Scholarships and educational sponsorship

The Halaqa’s 2025 supporting receipts totalled £42,364, relating to an open Hadith reading event, educational retreats, student sponsorship and catering for a winter learning programme. A separate beneficiary support schedule records £66,429.50 of support for four individuals engaged in scholarship, teaching, research and Qur’anic instruction.

These supporting schedules describe charitable programme activity and are not additional income or expenditure to be added to the totals presented in the financial statements.

International charitable relief

A programme report provided by Şamin Çağrısı Derneği records £250,000 of partnership receipts in 2025 and describes family sponsorship, food basket distributions, iftar support and an educational centre. The delivery partner reports support for 496 families and 1,620 beneficiaries under its family sponsorship programme.

The reported programme outputs are drawn from the partner’s own records and form part of the trustees’ narrative account of charitable activities.

Community infrastructure and places of worship

The Deen Trust International programme report documents mosque construction projects in Pakistan. The project portfolio includes works undertaken and completed during 2025 as well as projects reaching completion in 2026. This report distinguishes activity in the financial year from subsequent project milestones.

Volunteers and community support

The trustees acknowledge the considerable time, knowledge and practical assistance contributed by volunteers and community supporters. No monetary amount has been attributed to unpaid voluntary services in the financial statements.

Trustees’ annual report (continued)

Financial review

Total incoming resources were £1,916,903 (2024: £1,897,097). Charitable activity expenditure was £1,500,358 (2024: £1,673,763), management and administration costs were £225,206 (2024: £268,269), and depreciation was £17,222 (2024: £15,884). The resulting net movement in funds was £174,117 (2024: a decrease of £60,819). Closing funds totalled £1,863,723 (2024: £1,689,606).

Financial position	2025 £	2024 £
Tangible fixed assets	1,597,587	1,590,011
Net current assets	266,136	99,595
Total net assets / funds	1,863,723	1,689,606

Reserves and liquidity

A substantial part of the charity’s net assets is represented by its freehold property and equipment. At the year end the accounts show £210,136 in cash and bank balances, £55,000 in debtors, £20,000 in book stock and £19,000 in creditors falling due within one year. Total funds are therefore not equivalent to immediately available reserves.

Principal risks and oversight

Areas requiring continuing trustee attention include income concentration, donor-imposed restrictions, overseas partner delivery, safeguarding, record retention, liquidity and financial authorisation. Trustee oversight of budgets, partner documentation, payment approvals and beneficiary eligibility is central to sound administration.

Trustees' annual report (continued)

Trustees' responsibilities

The trustees are responsible for keeping adequate accounting records, safeguarding the charity's assets and preparing financial statements in accordance with the applicable financial reporting framework. These responsibilities include the consistent application of accounting policies, reasonable estimates and judgments, and consideration of the charity's ability to continue operating.

Looking ahead

The Foundation intends to continue developing its educational provision, scholarship support and community services while maintaining oversight of its charitable commitments and overseas partnerships. Programme monitoring, financial transparency and the appropriate stewardship of donated funds remain important priorities.

Approval of the trustees' annual report

Approved by the trustees and signed on their behalf:

Signature: _____

Name: ATIQ SADDIQUE

Date: 31/10/2026

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ABU ZAHRA FOUNDATION

We report on the financial statements of the Charity for the year ended 31 December 2025.

Respective responsibilities of trustees and independent examiners

As the charity's trustees, you are responsible for the preparation of financial statements. You consider that an audit is not required for this year under section 144 of the Charities Act 2011 and that an independent examination is needed.

It is our responsibility to examine the financial statements under section 145 of the Charities Act; to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b); and to state whether particular matters have come to our attention.

Basis of independent examiners' report

Our examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity, a comparison of the financial statements with those records, consideration of unusual items or disclosures, and seeking explanations from the trustees. The procedures do not provide all the evidence that would be required in an audit and consequently we do not express an audit opinion on the view given by the financial statements.

Independent examiners' statement

In connection with our examination, no matter has come to our attention:

1. Which gives us reasonable cause to believe that, in any material respect, the requirements to keep accounting records in accordance with section 130 of the Charities Act and to prepare financial statements which accord with those records and comply with the accounting requirements of the Charities Act have not been met; or

2. To which, in our opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Hussains® | CPA

Hussains Hall
38 Devonshire Street
Keighley
BD21 2AU
30 October 2026

Statement of financial activities

For the year ended 31 December 2025. All amounts in pounds sterling (£).

Incoming resources and expenditure	2025 £	2024 £
Children’s fees and book sales	69,701	67,184
Donations and funding	1,797,850	1,825,706
Tax relief and bank interest	49,352	4,207
TOTAL INCOME	1,916,903	1,897,097
Fundraising expenses	72,884	51,960
Hifz scholarship funding	210,043	33,816
Zakat, Sadaqah and emergency aid	1,199,671	1,511,288
Hajj and Umrah sponsorships	17,760	76,699
TOTAL CHARITABLE ACTIVITIES	1,500,358	1,673,763
Management and administration	225,206	268,269
EXPENDITURE BEFORE DEPRECIATION	1,725,564	1,942,032
Net incoming / (outgoing) resources	191,339	(44,935)
Depreciation	(17,222)	(15,884)
NET MOVEMENT IN FUNDS	174,117	(60,819)
Funds brought forward	1,689,606	1,750,425
FUNDS CARRIED FORWARD	1,863,723	1,689,606

Balance sheet

As at 31 December 2025. All amounts in pounds sterling (£).

Assets and liabilities	2025 £	2024 £
Tangible fixed assets	1,597,587	1,590,011
Stock of books	20,000	20,000
Loans and other debtors	55,000	-
Cash in hand	490	602
Community Bank Account (13025160)	13,489	7,209
Fundraising (43627969)	142,436	86,332
Abu Zahra Foundation Press (93856674)	7,180	37,542
Zakat (53579662)	46,541	22,910
TOTAL CURRENT ASSETS	285,136	174,595
Creditors due within one year	(19,000)	(75,000)
NET CURRENT ASSETS	266,136	99,595
NET ASSETS	1,863,723	1,689,606
Unrestricted funds, as reported	1,863,723	1,689,606
TOTAL FUNDS	1,863,723	1,689,606

Approved by the trustees and signed on their behalf:

Signature: _____ Date: 31/10/2026

Notes to the financial statements

1. Accounting framework and presentation

The financial information in these statements follows the categories and balances reported in the Foundation’s supplied 2025 accounts. Amounts are presented in pounds sterling, with comparative figures for 2024. The original records classify all closing funds as unrestricted; the legal character of individual donations and Zakat receipts depends on any donor restrictions attaching to them.

2. Income

Income category	2025 £	2024 £
Children’s fees and book sales	69,701	67,184
Donations and funding	1,797,850	1,825,706
Tax relief and bank interest	49,352	4,207
Total	1,916,903	1,897,097

3. Charitable activities

Category	2025 £	2024 £
Fundraising expenses	72,884	51,960
Hifz scholarship funding	210,043	33,816
Zakat, Sadaqah and emergency aid	1,199,671	1,511,288
Hajj and Umrah sponsorships	17,760	76,699
Total	1,500,358	1,673,763

Notes to the financial statements (continued)

4. Management and administration

Category	2025 £	2024 £
Wages	110,217	89,182
Pension contributions	3,936	3,096
Other administration costs	111,053	175,991
Total	225,206	268,269

The supplied accounts report an average of eight employees in both financial years.

5. Other administration costs

Cost	2025 £	2024 £
Cleaning	351	171
Rent and rates	1,297	6,392
Light, heat and water	15,174	4,229
Repairs and renewals	1,996	19,977
Insurance	3,478	3,249
Leasing charges	487	466
Equipment rental	1,251	915
Accountancy	455	492
Architect and surveyors	7,419	0
Professional fees	2,280	14,656
Learning materials and stationery	16,935	15,421
Books and publication costs	52,740	103,360
Telephone and internet	2,258	1,666
Subscriptions	2,671	1,765
Bank charges	789	2,189
Sundry expenses	1,472	1,043
Total	111,053	175,991

Notes to the financial statements (continued)

6. Tangible fixed assets

Movement	Freehold £	Equipment £	Total £
Cost at 1 January 2025	1,500,000	120,151	1,620,151
Additions	–	24,798	24,798
Cost at 31 December 2025	1,500,000	144,949	1,644,949
Accumulated depreciation at 1 January	–	30,140	30,140
Charge for the year	–	17,222	17,222
Accumulated depreciation at 31 December	–	47,362	47,362
NET BOOK VALUE AT 31 DECEMBER 2025	1,500,000	97,587	1,597,587

The source accounts state a 15% reducing-balance depreciation policy for fixtures and equipment.

7. Debtors

Debtor	2025 £
Wycombe Islamic — loan	50,000
Noble Tours — loan	5,000
Total	55,000

8. Creditors due within one year

Category	2025 £	2024 £
Loans	19,000	75,000

Notes to the financial statements (continued)

9. Movement in charity funds

Funds	Opening £	Movement £	Closing £
Unrestricted funds, as reported	1,689,606	174,117	1,863,723
Total	1,689,606	174,117	1,863,723

10. Bank account designations

The Foundation maintains four separately designated Barclays accounts: Community Bank Account (13025160), Fundraising (43627969), Abu Zahra Foundation Press (93856674), and Zakat (53579662). Bank-account naming alone does not establish the unrestricted or restricted classification of the underlying charitable funds.

11. Accounting disclosures

The financial schedules provided do not separately quantify trustee remuneration, trustee expenses, related-party transactions, financial commitments, contingent liabilities or a cash flow statement. Such amounts have not been assumed or invented in this publication.

12. Basis of programme information

Partner-reported expenditure, outcomes and receipts described in the following section are supplementary programme information. They should not be added to the Statement of Financial Activities without matching them to the charity’s underlying accounting transactions.

Charitable programmes and public benefit

Education and access to scholarship

The Foundation’s website describes a broad programme of Islamic learning, combining introductory education with advanced study and recitation. Courses advertised include Essentials and Essentials Plus, classical and conversational Arabic, Qaida, Juzz Amma, Ijaza-level Qur’anic recitation, Maqamat, children’s Madrasa, Road to Scholarship and GCSE Islamic Studies. Its provision also includes part-time memorisation pathways.

Worship and community engagement

The public website describes a prayer hall for congregational worship and regular religious gatherings, including a monthly Burda programme. The charity also operates educational bookshop and publishing-related activities under Abu Zahra Press. These activities contribute to religious participation, access to learning and community connection.

Scholarship fund

The website features a Scholarship Fund. The 2025 supporting schedules provide specific evidence of educational sponsorship and individual scholarship support. Publicly advertised programme descriptions are contextual information and are not, on their own, evidence of the volume of activities delivered in 2025.

Charitable programmes (continued)

The Halaqa — 2025 receipts

Reference	Purpose	Amount £
HAL-INV-2025-04	Hadith reading event	6,000
HAL-INV-2025-32	Turkey retreat sponsorship	4,696
HAL-INV-2025-33	Turkey retreat sponsorship	4,696
HAL-INV-2025-36	Turkey retreat sponsorship	2,494
HAL-INV-2025-57	Student sponsorship	5,000
HAL-INV-2025-58	Student sponsorship	5,000
HAL-INV-2025-63	Student sponsorship	5,000
HAL-INV-2025-71	Student sponsorship	6,478
HAL-INV-2025-84	Winter Halaqa food costs	3,000
Total documented receipts		42,364

Individual educational support

A separate supporting schedule reports £66,429.50 of support across four beneficiaries engaged in scholarship, teaching, research and remote Qur’anic instruction. This publication presents the aggregate programme amount without unnecessary disclosure of personal beneficiary identities.

Charitable programmes (continued)

Şamin Çağrısı Derneği — overseas relief

The 2025 partner statement records receipts of £250,000, stated as TRY 13,011,464. Its narrative describes family sponsorship, food baskets, iftar provision and an educational centre. The family sponsorship report records 496 supported families and 1,620 individual beneficiaries. These are the partner's reported figures.

Deen Trust International — mosque projects

The Deen Trust report describes mosque construction undertaken with Abu Zahra Foundation. The project schedule distinguishes work completed during the reporting year from subsequent completions.

Project	Completion reported
Masjid Munawar Begum Dad	17 May 2025
Masjid Al Nur	May 2025
Masjid Azmat Zareen Iqbal	22 October 2025
Masjid Adnan Darwish	22 January 2026
Masjid Munira	2 October 2026

Delivery oversight

The supporting partner reports include programme descriptions, financial summaries and project information. Continued review of payment records, recipient confirmations, project milestones and outcomes supports trustees' oversight of charitable expenditure.

Programme delivery and forward priorities

Integrated charitable model

The Foundation combines local education and religious facilities with charitable relief and overseas partner delivery. Its education and community activities are designed to serve learners of different ages and backgrounds, while targeted support addresses financial barriers to study and the needs of families and communities.

Reporting priorities

The trustees' future reporting priorities include consistent programme measurement, clear reporting of educational participation, documentation of partner expenditure, assessment of restricted funds and transparent presentation of financial performance. This approach supports informed decisions and accountability to donors and beneficiaries.

Information sources

This annual report draws on the supplied 2025 financial statements, supporting Halaqa receipts and beneficiary schedules, Şamin Çağrısı Derneği's 2025 report, the Deen Trust project completion report, and published programme descriptions from www.abuzahra.org reviewed on 31 October 2026. Website material provides programme context; partner information is attributed to the reporting organisation.

ABU ZAHRA FOUNDATION

Annual Report and Financial Statements — 31 December 2025