

**MADINA-TUL-ULOOM AL ISLAMIYA**

**TRUSTEES REPORT AND FINANCIAL STATEMENTS**  
**YEAR ENDED 31st AUGUST 2022**

**CHARITY REGISTRATION NUMBER – 326933**

**MADINA-TUL-ULOOM AL ISLAMIYA**  
**Charity Registered number : 326933**

<b>Contents</b>	<b>Page</b>
Administrative Details	1
Trustees' Annual Report	2-5
Independent Auditor's Report	6-8
Statement of Financial Activities (SOFA)	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Financial Statements	12-15

## REFERENCE AND ADMINISTRATIVE DETAILS

<b>Charity Number</b>	326933
<b>Registered Address</b>	Butts Lane Summerfield Kidderminster DY10 4BH
<b>Trustees</b>	Mr Abdullah Memi Dr Mohammed Ashraf Gulam Makadam Mr Sayeed Ahmed Peerbhaibar Mr Ahmed Ali Mr Ahmed Patas Mr Mohammed Faruq Nazir Ahmed Nana Mr Maksud Ahmed Gangat
<b>Secretary</b>	Mr Abdullah Memi
<b>Auditors</b>	Mr Akbar Dedat Crystal Business Services Ltd. Chartered Accountants 264 Stoney Stanton Rd Coventry . CV1 4FP
<b>Bankers</b>	National Westminster Bank plc Rossendale, Lancashire.

**MADINA-TUL-ULOOM AL ISLAMIYA**  
**Charity Registered number : 326933**  
**Trustees' Report**

The trustees present their annual report and audited financial statements for the year ended 31 August 2022 and confirm that they comply with the Charities Act 2011, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

**Administrative Information**

Trustees who have served for the year ended 31 August 2022 were as follows:

Mr Abdullah Memi - Chairman	
Dr Mohammed Ashraf Gulam Makadam	(also holding trustee)
Mr Sayeed Ahmed Peerbhai	(also holding trustee)
Mr Ahmed Ali	
Mr Ahmed Patas	(also holding trustee)
Mr Mohammed Faruq Nazir Ahmed Nana	
Mr Maksud Ahmed Gangat	

**Structure, Governance and Management**

**Introduction**

Madinatul Uloom Al Islamiya is an independent Islamic boarding school for boys dedicated to providing Islamic as well as secular education. It is situated in tranquil surroundings four miles southeast of Kidderminster. The teaching blocks and hostels are all situated within the 22 acres of the college. This means that the students are always on site and constantly under the care and supervision of dedicated staff. Students are allocated to hostels according to their age group.

Madinatul Uloom aims to educate the students and instil in them the teachings of the Holy Qur'an and practices of our Holy Prophet Muhammad (peace be upon him) as well as other arts and sciences. It also strives to promote and cultivate good behaviour, morals, mutual respect and tolerance. This in turn creates a friendly, caring and motivated environment.

**Governing Document**

The charity is governed by its Declaration of Trust dated 29th July 1985 and is a registered charity, number 326933. The charity was established to promote the advancement of education and the advancement of the Islamic faith by the establishment of an institution.

**Management**

The trustees meet a minimum of three times a year, or more when required to consider all matters pertaining to the performance of the charity. The trustees have appointed the head teacher and the senior leadership team who in turn are responsible for the day to day running and management of the school.

**Recruitment and Induction of Trustees**

The recruitment and induction of new trustees lies with the Trust. Trustees are responsible for seeking suitable applicants with a range of skills, experiences and commitments who will be an asset to the charity in its establishment and growth. New applicants are recommended to the Board, followed by circulation of their CV to all trustees and a full discussion being held at an appropriate Board meeting for his /her recruitment. In making the appointment, the Board looks at the skills, qualifications, relevant experience, time commitment, suitable references and most importantly sharing the vision of the Trust. The Trust is committed to equality and diversity within the organisation. The current Board consists of people from community, education, theological, financial, marketing, buildings, human resources and charitable backgrounds, all of whom bring the necessary expertise to the work of the charity.

**Organisational Structure**

The trustees may from time to time make such rules and regulations in their absolute discretion as they think fit for the management of the institution and may at any time vary such rules and regulations. At trustees' meetings each term the Trustees agree the area of activity for the trust, policies and performance.

**MADINA-TUL-ULOOM AL ISLAMIYA**  
**Charity Registered number : 326933**  
**Trustees' Report**

**Risk Management**

The trustees continue to monitor and review major risks which the charity is exposed to and where necessary control and implement systems and procedures to manage these risks.

To protect against any financial misappropriation, trustees and accounting staff regularly monitor and supervise the financial affairs of the charity.

We believe these measures are appropriate to the charity's size and the nature of its operations.

**Objectives and activities**

The objectives of the charity are to promote the advancement of education and the advancement of the Islamic faith by the establishment of an Institution in particular for the purposes of:

- 1) Training adults and children for the Islamic priesthood and for the further education of suitably qualified Islamic priests.
  - 2) Making adequate provision for higher studies of the Holy Quran, Hadith, Fiqh, Tafseer, Islamic History and Philosophy
  - 3) Providing all our pupils with a sound education, from key stage three through to higher education.
  - 4) Providing a comprehensive Islamic Theology Course in accordance with the Holy Qur'an and practices of our Holy Prophet Muhammad (peace be upon him) which equips its pupils the opportunity to assume scholarly roles within their communities upon its completion.
  - 5) Dispensing good-quality, external, independent careers advice and support, which results in pupils obtaining a good appreciation of different career opportunities.
  - 6) Providing an environment in which students are encouraged to adopt, through understanding, Islamic codes of practice enhancing their spiritual development with an Islamic ethos.
  - 7) Providing an environment in which students are encouraged to develop self-discipline, respect for oneself, fellow students and staff; contributing towards a well ordered, safe and caring school.
  - 8) Creating an atmosphere of courtesy, tolerance, openness and trust which impedes abuse, intimidation, harassment, teasing and bullying; in line with British values.
  - 9) Safeguarding and promoting the well-being of all boarders with due attention to their physical and mental health and emotional well-being.
  - 10) Ensuring there are equal opportunities for all boarders regardless of their ethnic origin, culture, linguistic background and disability.
  - 11) Developing an awareness and respect for differing cultures that are around us.
  - 12) Helping students to understand their own immediate and long-term needs and encouraging them to be sensitive to the needs and feelings of others within the school and the community at large, bettering one's own life morally and religiously as well as the lives of others.
  - 13) Encouraging students to exercise choice within the framework of the school and be aware of the effects of their choices upon themselves and upon those around them.
  - 14) Developing an awareness of the importance of good citizenship and a realisation of how, as citizens, each student is equally responsible for its maintenance.
  - 15) Creating an effective link with parents and guardians as major partners in the development of boarders.
  - 16) Nurturing each pupil into a caring, open-minded whole person, enhancing their qualities of leadership and abilities to work as part of a team such that they are knowledgeable enquirers and thinkers and prepared suitably for the next stage in their education.
- The trustees believe that in furthering the objectives the interests of 'public benefit' is served.

**Achievements and Performance**

In October 2021 the school had a full 3-day social care inspection. The school had an overall judgement of 'requires improvement to be good'. However, there were 4 standards which remained unmet but as the report mentioned 'there are no serious or widespread failures that result in their welfare not being safeguarding or promoted'.

**MADINA-TUL-ULOOM AL ISLAMIYA**  
**Charity Registered number : 326933**  
**Trustees' Report**

On the third day of the 3-day inspection we also had an emergency inspection from HMI regarding a safeguarding concern. All the standards that were checked were met. An excerpt from the report is reproduced below:

*The school meets the requirements of the schedule to the Education (Independent School Standards) Regulations 2014 ('the independent school standards') and associated requirements that were checked during this inspection.*

The multi-purpose hall was also completed and was in use from the spring term. It is now being used to house the memorisation and Islamic Theology classes, daily prayers, prep time, examination hall and graduation ceremonies.

Major refurbishment work took place in one of the accommodation blocks. The felt roof was replaced with a tiled roof, the plastic cladding was removed and replaced with brick walls, the walls and ceiling were fully insulated, and all the windows were replaced.

GCSE grades continued to improve with a significant improvement in all subjects for students achieving a grade 9 – 4.

**Financial Review**

Since there was not a sustained drive for donations (unlike in the previous years), the donations received fell by £464,252. Unfortunately, the charity's finances were hit by an unexpected backlog of water and electricity charges exceeding well over £100,000. Furthermore, like all other charities many other overheads increased due to inflation. As a result, during the year the charity suffered net outgoing resources of £96,873 after a depreciation charge of £101,002.

The funds balance decreased over the year by £214,115 because of the expenditures on fixed assets amounting to £314,755 and repayment of personal loans of £65,525.

The charity's principal funding source is from school fees and donations. Except for the utilities costs, the overheads remained fairly consistent after taking into account increased staff costs due to the extra demand for the teaching staff to achieve a good teacher student ratio.

**Reserves Policy**

The trustees considers holding unrestricted reserves amounting to approximately three months' average expenditure. At this level, the trustees feel they would be able to continue the current activities of the charity in the event of a significant drop in funding. Unfortunately, because of circumstances during 2021/22 the charity's liquid funds at 31st August 2022 was well below the 'desired' levels.

**Future Plans**

The Board of Trustees' future plans are to:

- \* Ensure the school is stays fully compliant and that all standards are continuously met.
- \* Continue to provide good quality education by investing in resources, training and staffing.
- \* Complete the construction of a dedicated dining area which will be equipped with modernised equipment.

**Statement of Trustees' Responsibilities**

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

**MADINA-TUL-ULOOM AL ISLAMIYA**  
**Charity Registered number : 326933**  
**Trustees' Report**


Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true end fair view of charity and of the incoming resources and application of resources of the charity for that year. In preparing these financial statements the trustees are required to:

- \* Select suitable accounting policies and then apply them consistently.
- \* Observe the method and principles in the charities SORP (FRS 102).
- \* Make judgments 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.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and the regulations made under that Act. 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.

This report was approved by the trustees on 11th July 2023.

 ..... Name ABDULLAHI MEMI .....

 ..... Name FARUQ NANA .....

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF  
MADINA-TUL-ULOOM AL ISLAMIYA  
Charity Registered number : 326933**

**Opinion**

We have audited the financial statements of Madina-Tul-Uloom Al Islamiya for the year ended 31st August 2022 which comprise the Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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 31st August 2022, and of its incoming resources and application of resources, including its income and expenditure, 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 auditor 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 other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF  
MADINA-TUL-ULOOM AL ISLAMIYA  
Charity Registered number : 326933**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; 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 trustees' responsibilities statement set out on pages 4 and 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they 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.

**Auditor responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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 an auditor's report 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.

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

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF  
MADINA-TUL-ULOOM AL ISLAMIYA  
Charity Registered number : 326933**

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (i.e. gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**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 auditor's 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.



*MR AKBAR DEDAT (Senior Statutory Auditor)*

*For and on behalf of:*

*CRYSTAL BUSINESS SERVICES LTD*

*Chartered Accountants/Registered Auditor*

*264, Stoney Stanton Road. Coventry. CV1 4FP.*

*Crystal Business Services Ltd. is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.*

11th July 2023

**MADINA-TUL-ULOOM AL-ISLAMIYA****Statement of Financial Activities - (Income and Expenditure Account)****Year Ended 31st August 2022**

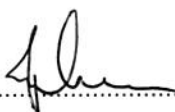
	Notes	31/08/22 £	31/08/21 £
<b><u>INCOMING RESOURCES</u></b>			
Donations	1	192,959	657,211
Incoming resources from charitable activities	1	703,913	603,173
<b><i>Total incoming resources</i></b>		<b><u>896,872</u></b>	<b><u>1,260,384</u></b>
<b><u>RESOURCES EXPENDED</u></b>			
<b><u>Charitable activities</u></b>			
Catering		97,623	62,221
Staff costs	2	521,368	499,980
Job retention scheme grants		(31,555)	(116,993)
School stationery, examination fees, training		15,130	16,880
		<u>602,566</u>	<u>462,088</u>
<b><u>Support Costs</u></b>			
Office costs		3,315	3,300
Repairs and Maintenance		31,730	41,245
Rates		96,303	9,074
Travel		2,240	1,531
Utilities		129,151	77,223
Waste collection, cleaning		8,319	7,509
Insurance		4,593	4,100
Bank charges		2,513	3,322
Legal expenses		2,460	-
Leasing costs		5,070	5,070
Miscellaneous expenses		132	2,128
Depreciation	4	101,002	69,433
		<u>386,828</u>	<u>223,935</u>
<b><u>Governance costs</u></b>			
Inspection costs		4,351	5,183
		<u>4,351</u>	<u>5,183</u>
<b><i>Total resources expended</i></b>		<b>993,745</b>	<b>691,206</b>
<b>NET INCOMING RESOURCES</b>		<b><u>(96,873)</u></b>	<b><u>569,178</u></b>
<b>Balance at 1st September 2021</b>		<b>3,361,800</b>	<b>2,792,622</b>
<b><u>TOTAL FUNDS CARRIED FORWARD</u></b>		<b><u>3,264,927</u></b>	<b><u>3,361,800</u></b>

**MADINA-TUL-ULOOM AL-ISLAMIYA**  
**Balance Sheet**  
**as at 31st August 2022**

	Notes	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	4	3,412,445	3,198,691
<b>Current assets</b>			
Debtors	5	4,052	4,628
Cash at bank and in hand		<u>73,101</u>	<u>287,216</u>
		77,153	291,844
<b>Creditors: amounts falling due within one year</b>	6	(212,670)	(51,210)
<b>Net current assets</b>		<u>(135,517)</u>	<u>240,634</u>
<b>Total assets less current liabilities</b>		3,276,928	3,439,325
<b>Creditors: amounts falling due after one year</b>	7	(12,000)	(77,525)
<b>Net assets</b>		<u><b>3,264,928</b></u>	<u><b>3,361,800</b></u>
<b>FUNDS</b>			
Unrestricted funds		1,678,394	1,657,294
Transfer from permanent endowment		-	117,973
		<u>1,678,394</u>	<u>1,775,267</u>
<b>Revaluation reserve</b>		1,586,533	1,586,533
<b>Total Funds</b>		<u><b>3,264,927</b></u>	<u><b>3,361,800</b></u>

The financial statements were approved by the Board of Trustees and authorised for issue on 11th July 2023.

 Name ABDULLAH MEMI

 Name Faruq Nana

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
MADINA-TUL-ULOOM AL ISLAMIYA  
Cash Flow Statement - Year Ended 31st August 2022**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b><u>Cash Flows From Operating Activities</u></b>		
Net Incoming Resources	(96,873)	569,178
Depreciation	101,002	69,433
Movements in Debtors	576	19,745
Movements in Creditors	95,935	(69,935)
	<u>100,640</u>	<u>588,421</u>
<b><u>Cash Flows From Investing Activities</u></b>		
Purchase of Fixed Assets	(314,755)	(355,354)
Changes in Cash/Cash equivalents	<u>(214,115)</u>	<u>233,067</u>
Cash/ Cash equivalents At 1st September 2021	287,216	54,149
<b>Cash/ Cash equivalents At 31st August 2022</b>	<b><u>73,101</u></b>	<b><u>287,216</u></b>
<b><u>Analysis of Cash/Cash Equivalents</u></b>		
Bank account balances	68,702	282,338
Cash in hand	4,399	4,878
	<u>73,101</u>	<u>287,216</u>

## **MADINA-TUL-ULOOM AL ISLAMIYA**

### **Notes to the Accounts For The Year Ended 31st August 2022**

#### **1 ACCOUNTING POLICIES**

##### **Basis of Preparation**

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

##### **Reconciliation with previous Generally Accepted Accounting Practice**

In preparing that accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

##### **Incoming Resources:**

###### **Donations, legacies and similar incoming resources**

These are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the donation, legacy or similar income and any conditions for receipt are met.
- the trustees are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured.

###### **Tax reclaims on donations and gifts**

Incoming resources from tax claims are included on the SOFA at the same time as the gift to which they relate, to the extent that tax recoverability is certain.

###### **Incoming resources from fund raising**

These are reported gross in the SOFA.

###### **Gifts in kind for sale or distribution**

These are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

###### **Gifts in kind for use by the charity**

These are included in the SOFA as incoming resources when receivable

###### **Intangible income (e.g. donated facilities)**

This is only included in the accounts when the benefit received is actually quantifiable, receivable and material, and the cost is being borne by a third party. When included it is valued at the lower of the cost borne by the third party, and the reasonable estimate of the value to the charity

###### **Investment income**

This and any associated tax credits are included in the accounts when receivable.

##### **Expenditure & Liabilities:**

###### **Liability recognition**

Generally liabilities are recognised as soon as there is a legal obligation or constructive obligation committing the charity to expenditure

**MADINA-TUL-ULOOM AL ISLAMIYA**  
**Notes to the Accounts For The Year Ended 31st August 2022**

**Assets:**

**Tangible fixed assets for use by the charity**

These are only capitalised when they can be used for more than a year and cost more than £250. They are valued at cost or a reasonable value on receipt. The charity does not have a policy of revaluation.

Depreciation is charged on a reducing balance basis over the estimated useful life of the underlying asset.

The following rates apply:

Plant & Equipment	25% reducing balance
Buildings	2% reducing balance

**Value Added Tax**

Expenditure is shown inclusive of VAT.

**Funds**

All of the charity funds are unrestricted.

**2 SALARIES AND WAGES**

Detailed information covering all the employees of the charity:

	<b>Total 2022 £</b>	<b>Total 2021 £</b>
Gross wages and salaries	507,164	487,489
Employer's NI costs and Pension contributions	14,204	12,491
Total staff costs	<u>521,368</u>	<u>499,980</u>
Average number of employees for the year	<u>49</u>	<u>47</u>

(No employees were paid more than £60,000).

The trustees received no pay in executing their duties as trustees. However, they received remuneration for the following services.

	<b>Role</b>	<b>Salary (£)</b>
Mr Abdullah Memi	Head Teacher	11,938
Mr Mohammed Faruq Nazir Ahmed Nana	Teacher	10,966

All payments are sanctioned by the Governance Documents as allowed by the Charity Commission. Had the charity employed external individuals to fill these positions then the cost to the charity would have been significantly higher.

**3 TRUSTEES AND OTHER RELATED PARTIES**

Trustee Expenses:

No expenses were paid to trustees during the year.

Related party transactions:

Apart from the above salaries, there were no related party transactions of the charity in the period.

**MADINA-TUL-ULOOM AL ISLAMIYA**  
**Notes to the Accounts For The Year Ended 31st August 2022**

**4.TANGIBLE FIXED ASSETS**

	<b>Land &amp; Buildings</b>	<b>Plant &amp; Equip - ment</b>	<b>Totals</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
At 1st September 2021	3,528,894	76,638	3,605,532
Additions	<u>194,407</u>	<u>120,348</u>	<u>314,755</u>
At 31st August 2022	3,723,301	196,986	3,920,287
<b>Depreciation</b>			
At 1st September 2021	343,478	63,363	406,841
Charge for year	<u>67,596</u>	<u>33,406</u>	<u>101,002</u>
At 31st August 2022	411,074	96,769	507,843
<b>Net Book Value</b>			
At 31st August 2022	<u>3,312,227</u>	<u>100,217</u>	<u>3,412,444</u>
At 31st August 2021	<u>3,185,416</u>	<u>13,275</u>	<u>3,198,691</u>

**5. DEBTORS**

	<b>2022</b>	<b>2021</b>
Trade debtors & prepayments	<u>4,052</u>	<u>4,628</u>

**6 CREDITORS: Amounts falling due within one year**

	<b>2022</b>	<b>2021</b>
Trade creditors & accruals	97,670	46,536
Accrued expenditures	<u>115,000</u>	<u>4,674</u>
	<u>212,670</u>	<u>51,210</u>

**7.CREDITORS: Amounts falling due after one year**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Personal loans	<u>12,000</u>	<u>77,525</u>
	<u>12,000</u>	<u>77,525</u>

These loans are interest-free and were all paid in December 2022.

**8 CONTINGENT LIABILITIES**

Except as reflected in the financial statements, there were no contingent liabilities at 31 August 2022 (2021: £NIL)

**9 OTHER INFORMATION**

**1. Capital Commitments**

There were no capital commitments at the year end.

2. The charity has not given any guarantees to third parties that could be called on at the year end.

3. The charity has not granted any loans that are outstanding at the year end to any institution associated with the charity.

4. The charity did not make any ex-gratia payments during the year.

## **MADINA-TUL-ULOOM AL ISLAMIYA**

### **Notes to the Accounts For The Year Ended 31st August 2022**

#### **10 DECLARATIONS BY TRUSTEES**

##### **Designated Funds**

The charity does not have any designated funds.

##### **Discontinued, continuing and acquired operations**

All the charity's operations are continuing and there no operations that were discontinued or acquired during the year.

##### **Revaluations**

None of the charity's functional fixed assets have been revalued during the year.

##### **Subsidiaries**

The charity has no subsidiary undertakings.