MADANI JAMIA MASJID ASSOCIATION

Registered charity number 505870

TRUSTEES' ANNUAL REPORT

for the year ended 31 December 2025

The trustees present their annual report together with the financial statements of Madani Jamia Masjid Association for the year ended 31 December 2025. The report has been prepared in accordance with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 (Charities SORP (FRS 102)), taking advantage of the provisions available to smaller charities.

Reference and administrative information

Charity name	Madani Jamia Masjid Association
Other names used	Madni Jamia Masjid; Madni Masjid and Madrassah
Registered charity number	505870
Principal address	Macham Street, Off Bland Street, Lockwood, Huddersfield, HD1 3RA
Governing document	Trust deed
Constitution	Unincorporated association
Trustees who served during the year	Mohammad Idrees Irshad Khan
Independent examiner	Zubair Hussain ACCA, Prime Accountants, 10 Lockwood House, Lockwood Park, Huddersfield, HD4 6EN

Structure, governance and management

Madani Jamia Masjid Association is an unincorporated association governed by its trust deed and registered with the Charity Commission for England and Wales. The charity is managed by its trustees, who are appointed in accordance with the provisions of the trust deed. New trustees are inducted by the existing trustees, who explain the charity's objects, activities, finances and the responsibilities of trusteeship, and are referred to the Charity Commission's guidance 'The essential trustee'.

The trustees meet regularly to oversee the running of the masjid and madrassah, the new building project and the charity's finances. Day-to-day activities are carried out by the imam, the madrassah teachers and administrative staff, together with a committee of volunteers from the community. No trustee receives remuneration for acting as a trustee.

The charity operates two bank accounts: the Masjid account, through which the general running of the masjid and madrassah is managed, and the New Building account, which holds funds raised for the construction of the new masjid building. The trustees have adopted the following financial controls:

- all cash collections are counted by two people, recorded with a receipt number and banked in batches;
- all expenditure is made by bank transfer or card so that it appears on the bank statement, and must be supported by a receipt or invoice;
- incoming bank transfers are identified and recorded;

- monies raised for the new building may only be used for the new building project; the Masjid account may lend to the New Building account, but funds may not be transferred the other way except to repay such a loan;
- receipts and wage slips are scanned and referenced to the finance spreadsheet.

Risk management. The trustees have considered the major risks to which the charity is exposed. The principal risks are the safeguarding of children attending the madrassah, the safety of the premises (including fire safety during the construction works), the handling of cash, and the funding of the new building. These are addressed through safeguarding and first-aid training for staff, fire-alarm maintenance, the financial controls described above, and by progressing the new building only as donations allow, without borrowing.

Objectives and activities

The objects of the charity are to advance the religion of Islam and its teachings through the Holy Qur'an and Ahadeeth, and to advance the education of the public in Islamic studies and to provide supplementary support to the national curriculum.

The charity pursues these objects by:

- providing a place of worship at Macham Street for the five daily prayers, Jumma (Friday) prayers, Eid prayers, taraweeh prayers and i'tikaf during Ramadan, and funeral (janaza) prayers, open to the whole Muslim community of Lockwood and the surrounding area;
- running an after-school madrassah which provides Islamic education – Qur'an reading, memorisation (hifz), Islamic studies and Arabic – to children of primary and secondary school age, for which a modest fee is charged to help meet the cost of the teachers;
- holding religious and community events including the annual Hifz completion ceremony, Khatme Qur'an gatherings, talks (bayaan) by visiting scholars, a janaza workshop, Ramadan iftar and community barbecues;
- collecting and passing on Fitrana, Zakat and emergency appeal donations (in 2025, for Palestine) to Al Naseeb Welfare for distribution;
- constructing a new, purpose-built masjid to replace and extend the existing facilities, funded entirely by donations to the New Building appeal.

Public benefit. The trustees confirm that they have had regard to the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning its activities. The masjid is open to all; the madrassah fees are kept low and no child is excluded for inability to pay; and the charity's events and facilities are available to the wider community.

Achievements and performance

The masjid continued to serve the community throughout the year with daily and Friday prayers, the full Ramadan programme and Eid prayers. The madrassah continued to grow: fee income rose to £84,544 (2024: £69,158), reflecting higher pupil numbers and the fee levels set to cover the cost of the teaching staff, who are paid in accordance with the national minimum wage. 21 part-time staff were employed on the payroll during the year (average 18), with gross pay of £115,086.

Highlights of the year included the Hifz completion ceremonies held in October and December 2025 to celebrate students who completed the memorisation of the Qur'an, Khatme Qur'an gatherings in Ramadan, community barbecues in the summer, a janaza workshop and a first-aid course for staff. Fitrana and Palestine collections were passed on to Al Naseeb Welfare for distribution, including £1,085 paid through the bank.

The new masjid is being built in two phases alongside the existing premises. Phase 1, the left wing, has been in use by the community in some capacity since April 2023 and, although not yet fully complete, now hosts daily prayers and madrassah classes. Work during 2025 concentrated on fitting out the left wing: plumbing, heating and the wudhu facilities, the external fire-escape staircase and railings, CCTV, access control and electrical works, plastering and decoration, and fixtures and fittings. Capital expenditure of £23,934 was incurred in the year, bringing the total cost of the new building to £1,076,411 at 31 December 2025. Phase 2, the right wing, began in April 2026 with the demolition of the old timber masjid building. The New Building appeal raised £65,781 in the year, including £2,000 of Gift Aid, through cash and tin collections, standing orders, the card machine and online giving. The New Building Fund was also able to repay £7,500 of the £15,000 loan advanced from the Masjid account in 2022.

Financial review

Total income for the year was £197,188 (2024: £203,720) and total expenditure was £179,331 (2024 restated: £147,852), giving net income of £17,857 (2024 restated: £55,868) after non-cash charges of £18,278 depreciation on the new building and £17,599 for the write-off of the old masjid's fixtures and fittings. Total funds at 31 December 2025 were £1,165,086, of which £1,084,118 is the restricted New Building Fund (represented almost entirely by the new building itself) and £80,968 is the unrestricted General Fund.

	Unrestricted £	Restricted £	Total 2025 £	Total 2024 (restated) £
Income	131,393	65,795	197,188	203,720
Expenditure	(160,327)	(19,004)	(179,331)	(147,852)
Net income / (expenditure)	(28,934)	46,791	17,857	55,868
Capital expenditure on new building (capitalised)	–	23,934	23,934	109,398
Funds at 31 December	**80,968**	**1,084,118**	**1,165,086**	**1,147,229**

General Fund. Unrestricted income of £131,393 (2024: £105,500) comprised madrassah fees and book sales of £85,287, donations of £46,099 from Jumma and Eid collections, GoCardless regular giving and bank transfers, and £7 of bank cashback. Unrestricted expenditure rose to £160,327 (2024: £130,053), of which £142,728 was cash expenditure. Staff costs of £114,990 (2024: £105,703) are the largest cost and increased with the April 2025 rise in the national minimum wage and additional teaching hours; the cost of religious and community events, including the two Hifz ceremonies, was £12,040 (2024: £3,153). The General Fund also bears the write-off of the old masjid's fixtures and fittings (£17,599), a non-cash charge reflecting the demolition of the old building for phase 2. The General Fund therefore recorded a deficit of £28,934 for the year (£11,335 before the write-off), after a deficit of £24,553 in 2024. The trustees are reviewing madrassah fee levels and general fundraising so that the running costs of the masjid are fully covered by regular income.

New Building Fund. Restricted income of £65,795 was lower than in 2024 (£98,220), when a large Gift Aid claim of £13,064 was received; donations before Gift Aid were £63,781 (2024: £85,156). Capital expenditure of £23,934 was lower than in 2024 (£109,398) as the remaining phase 1 works are mainly finishing and fit-out. Because the left wing is in use, depreciation of £18,278 (2% of the building cost) has been charged to the fund (2024 restated: £17,799); this is a non-cash charge. The fund's cash balance increased to £51,141 at the year end, which is held for the completion of the building.

Restatement of prior year. In previous years the cost of the new building was charged as expenditure in the statement of financial activities and was also shown as a fixed asset, but the fixed assets were not

included in the fund balances, so that the balance sheet did not balance, and no depreciation was charged although phase 1 of the new building was in use. From this year building costs are capitalised, the buildings are included in the funds to which they belong and phase 1 is depreciated from 1 January 2024. The 2024 comparative figures have been restated accordingly (note 3 to the financial statements): total funds at 31 December 2024 are restated from £27,744 to £1,147,229 and the 2024 net movement in funds from a deficit of £35,731 to a surplus of £55,868. The restatement has no effect on the charity's cash.

Reserves policy. The trustees consider the free reserves of the charity to be the unrestricted funds not represented by fixed assets or the inter-fund loan, which is the balance on the Masjid bank account. The trustees' policy is to hold free reserves equivalent to approximately three months of the General Fund's running costs, currently around £35,000, so that the masjid can continue to operate through any temporary fall in donations or fee income. At 31 December 2025 free reserves were £8,701 (2024: £12,393), with a further £8,550 of collections counted but not yet banked, which is below the target level. The trustees intend to rebuild reserves through the review of fee levels and fundraising referred to above and by the repayment of the remaining £7,357 of the inter-fund loan by the New Building Fund. The restricted New Building Fund is not available for general purposes.

Going concern. The trustees have reviewed the charity's financial position and its cash flow for the coming year and are satisfied that the charity is a going concern. The charity has no borrowings and the new building is being constructed without debt, as funds are raised.

Plans for future periods

The trustees' priorities for 2026 are to complete the remaining fit-out of the left wing and to progress phase 2, the right wing, which began in April 2026 with the demolition of the old masjid building, with a continued fundraising appeal to meet the cost of the works as they proceed and without borrowing. The trustees also plan to continue to develop the madrassah, including the hifz programme, to extend the programme of educational talks and community events, and to strengthen the charity's financial position by reviewing fee levels and regular giving.

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. Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources for that year. In preparing these financial statements the trustees are required to select suitable accounting policies and apply them consistently; observe the methods and principles in the Charities SORP; make judgements and estimates that are reasonable and prudent; and prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation. The trustees are responsible for keeping proper accounting records that 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 charity's trust deed. They are also responsible for safeguarding the assets of the charity and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent examination

The financial statements have been subject to independent examination by Zubair Hussain ACCA of Prime Accountants, whose report is attached.

Declaration

The trustees declare that they have approved the trustees' annual report above and the financial statements for the year ended 31 December 2025.

Signed on behalf of the charity's trustees:

Signature		
Full name	Mohammad Idrees	Irshad Khan
Position	Trustee	Trustee
Date		

MADANI JAMIA MASJID ASSOCIATION

Registered charity number 505870

FINANCIAL STATEMENTS

for the year ended 31 December 2025

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Reference and administrative information

Charity name	Madani Jamia Masjid Association
Other names used	Madni Jamia Masjid; Madni Masjid and Madrassah
Registered charity number	505870
Governing document	Trust deed – unincorporated association
Principal address	Macham Street, Off Bland Street, Lockwood, Huddersfield, HD1 3RA
Trustees	Mohammad Idrees Irshad Khan

The trustees' annual report and the independent examiner's report for the year accompany these financial statements.

Statement of financial activities

(incorporating an income and expenditure account) for the year ended 31 December 2025

	Note	Unrestricted funds 2025 £	Restricted funds 2025 £	Total funds 2025 £	Total funds 2024 (restated) £
Income and endowments from:					
Donations and legacies	4	46,099	65,781	111,880	133,719
Charitable activities	4	85,287	–	85,287	70,001
Other	4	7	14	21	–
Total income		**131,393**	**65,795**	**197,188**	**203,720**
Expenditure on:					
Raising funds	5	–	712	712	–
Charitable activities	5	160,327	18,292	178,619	147,852
Total expenditure		**160,327**	**19,004**	**179,331**	**147,852**
Net income / (expenditure) for the year		**(28,934)**	**46,791**	**17,857**	**55,868**
Transfers between funds	10	–	–	–	–
Net movement in funds		**(28,934)**	**46,791**	**17,857**	**55,868**
Reconciliation of funds:					
Total funds brought forward (restated)	3	109,902	1,037,327	1,147,229	1,091,361
Total funds carried forward	10	80,968	1,084,118	1,165,086	1,147,229

All income and expenditure derives from continuing activities. There were no recognised gains or losses other than those shown above. The 2024 comparative figures have been restated – see note 3; the 2024 analysis between funds is given in note 10. The notes on pages 5 to 10 form part of these financial statements.

Balance sheet

as at 31 December 2025

	Note	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Total 2024 (restated) £
Fixed assets					
Tangible fixed assets	7	64,910	1,040,334	1,105,244	1,117,187
Current assets					
Inter-fund loan receivable	8	7,357	–	–	–
Cash at bank	9	8,701	51,141	59,842	30,042
		16,058	51,141	59,842	30,042
Creditors: amounts falling due within one year					
Inter-fund loan payable	8	–	(7,357)	–	–
Net current assets		**16,058**	**43,784**	**59,842**	**30,042**
Total net assets		**80,968**	**1,084,118**	**1,165,086**	**1,147,229**
Funds of the charity					
Restricted income fund – New Building Fund	10	–	1,084,118	1,084,118	1,037,327
Unrestricted funds – General Fund	10	80,968	–	80,968	109,902
Total charity funds		**80,968**	**1,084,118**	**1,165,086**	**1,147,229**

The inter-fund loan is an amount owed by the New Building Fund to the General Fund; it is shown in the fund columns and eliminated in the total columns.

Approved by the trustees on ..... 2026 and signed on their behalf by:

....

Mohammad Idrees – Trustee Irshad Khan – Trustee

The notes on pages 5 to 10 form part of these financial statements.

Notes to the financial statements for the year ended 31 December 2025

1. Accounting policies

Basis of preparation. The financial statements have been prepared in accordance with 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) (Charities SORP (FRS 102)), FRS 102 and the Charities Act 2011. The charity is a public benefit entity. The financial statements are prepared in sterling, rounded to the nearest pound, under the historical cost convention.

Going concern. The trustees have considered the position of the General Fund, which meets the running costs of the masjid and madrassah. Although the General Fund incurred a cash deficit in 2025 and its free reserves are low (note 10), regular madrassah fee and donation income covers the greater part of the monthly payroll, collections of £8,550 held at the year end were banked in March 2026, the New Building Fund is repaying the inter-fund loan, and the trustees have reviewed fee levels and fundraising. The charity has no borrowings and the new building is constructed only as donations allow. The trustees are therefore satisfied that the charity is a going concern and there are no material uncertainties.

Income. Income is recognised when the charity has entitlement to the funds, receipt is probable and the amount can be measured reliably. Donations, Gift Aid, madrassah fees and other receipts are recognised when received into the charity's bank accounts; cash collections are recognised when banked. Cash collections counted but not yet banked at the year end are not recognised and are disclosed in note 9.

Expenditure. Expenditure is recognised when paid, inclusive of any VAT which cannot be recovered. Expenditure on raising funds comprises the costs of the New Building appeal (card machine and subscription, and appeal banners). Expenditure on charitable activities comprises all costs of running the masjid and madrassah, including staff costs, premises costs, the costs of religious and educational events, depreciation and impairment. Support and governance costs are not material and are included within charitable activities.

Receipts and payments basis – effect. Because income and expenditure are recognised when received and paid, the principal items that a full accruals basis would recognise at 31 December 2025 are cash collections of £13,323 counted but not banked until March 2026 (note 9) and December 2025 payroll costs of approximately £10,000 (net pay for the pay period ending in December, paid in January 2026, and PAYE for October to December). The net effect of these items on total funds is approximately £3,000 and the trustees consider it not material to the financial statements. The basis has been applied consistently with previous years.

Tangible fixed assets. Tangible fixed assets are stated at cost less accumulated depreciation and impairment. Freehold land is not depreciated. The new masjid is being built in phases. Phase 1 (the left wing) was brought into use in April 2023 and, although some fitting-out continues, is depreciated at 2% per annum on a straight-line basis (an estimated useful life of 50 years) on the cost of the building, excluding the land element of £162,525; a full year's charge is made on the cost at the year end, including additions in the year. Depreciation has been charged from 1 January 2024, the first full year of use; the trustees consider the charge that would have arisen for April to December 2023 (approximately £11,700) immaterial and have not recognised it. Costs of phases not yet available for use are carried as assets under construction and are not depreciated until brought into use. The existing masjid at Macham Street is held at its historical cost of £82,509, comprising freehold land and building (£64,910) and fixtures and fittings (£17,599). The old timber building was always intended to be replaced by the new masjid, and phase 2 (the right wing), which began in April 2026, required its demolition; at 31 December 2025 it therefore had no useful life beyond the start of phase 2 and its fixtures and fittings have been written off in full. The trustees consider that the £64,910 is attributable to the freehold land, which remains in use as the site of the new masjid, and it is carried at cost. Previously no depreciation was charged because the new building was treated as under construction; the 2024 charge has been recognised through the prior-year adjustment (note 3). Carrying amounts are reviewed annually for impairment.

Judgements and estimates. The principal judgements made by the trustees in preparing these financial statements are: the attribution of the £64,910 cost of the old masjid to freehold land; the 50-year useful life of the new building and the exclusion of £162,525 of land from the depreciable amount; the write-off of the old masjid's fixtures and fittings; and the conclusion that the receipts and payments basis of recognition does not give rise to a material difference from a full accruals basis.

Fund accounting. Unrestricted funds (the General Fund) are available for use at the discretion of the trustees in furtherance of the charity's objects and comprise the income and costs of the masjid and madrassah. Restricted funds (the New Building Fund) comprise donations raised specifically for the construction of the new

masjid building and the related Gift Aid, together with the building itself, and may only be applied for that purpose. The two funds are operated through separate bank accounts.

Inter-fund loan. In 2022 the General Fund advanced £15,000 to the New Building Fund to assist with construction costs. The loan is interest-free and repayable as the New Building Fund's cash position allows; £7,500 was repaid in November 2025 and a further net £143 was settled where General Fund costs were paid from, and General Fund income received into, the New Building account (note 8).

Pensions. The charity contributes to a defined contribution workplace pension scheme (Nest) for eligible employees. Contributions are charged when paid.

Taxation. The charity is exempt from income tax and capital gains tax under Part 10 of the Income Tax Act 2007 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that its income and gains are applied to its charitable objects. The charity is not registered for VAT; a zero-rating certificate has been issued in respect of the construction of the new building.

2. Legal status

Madani Jamia Masjid Association is an unincorporated association governed by a trust deed and registered with the Charity Commission for England and Wales (number 505870). The trustees are the persons named on page 2.

3. Prior year adjustment and restatement of comparative figures

In the financial statements for 2021 to 2024, expenditure on the construction of the new masjid was charged to the statement of financial activities as a 'separate material item of expense' and was also added to tangible fixed assets on the balance sheet, but the fund balances reported did not include the fixed assets. The balance sheet at 31 December 2024 therefore reported total net assets of £1,164,940 but total funds of only £29,954 (the 2024 statement of financial activities carried forward £27,744, the difference of £2,210 being an inconsistency between the two statements). In addition, the New Building bank balance at 31 December 2024 was reported as £17,561 whereas the bank statement shows £17,649; the £89 understatement is corrected within the restatement. The trustees have corrected this in the current year: building costs are capitalised (note 1), the fixed assets are included within the funds to which they belong, and depreciation on phase 1 of the new building is charged from 1 January 2024. The comparative figures have been restated as follows:

	Unrestricted £	Restricted £	Total £
Funds at 1 January 2024 as previously stated	49,763	13,712	63,475
Tangible fixed assets at 1 January 2024 not previously included in funds	82,509	943,079	1,025,588
Correction of previously stated fund balances to the bank balances and inter-fund loan	2,183	115	2,298
Funds at 1 January 2024 as restated	**134,455**	**956,906**	**1,091,361**
Net income/(expenditure) 2024 as previously stated	(24,553)	(11,178)	(35,731)
2024 building costs capitalised rather than expensed	–	109,398	109,398
Depreciation on phase 1 of the new building for 2024	–	(17,799)	(17,799)
Net income/(expenditure) 2024 as restated	**(24,553)**	**80,421**	**55,868**
Funds at 31 December 2024 as restated	**109,902**	**1,037,327**	**1,147,229**

The restatement increases total funds at 31 December 2024 from £27,744 to £1,147,229 (total net assets of £1,164,940 per the 2024 balance sheet adjusted for the £89 bank correction and 2024 depreciation of £17,799) and changes the reported net movement in funds for 2024 from a deficit of £35,731 to a surplus of £55,868. It has no effect on the charity's cash. The 2024 figures for each fund are shown in note 10.

4. Income

	Unrestricted 2025 £	Restricted 2025 £	Total 2025 £	Total 2024 £
Donations – cash collections banked	29,178	39,991	69,169	83,518
Donations – regular giving, standing orders & bank transfers	16,918	8,770	25,688	24,240
Donations – card machine & online giving	3	15,020	15,023	12,897
Gift Aid	–	2,000	2,000	13,064
Donations and legacies	**46,099**	**65,781**	**111,880**	**133,719**
Madrassah fees	84,544	–	84,544	69,158
Madrassah book sales	743	–	743	843
Charitable activities	**85,287**	**–**	**85,287**	**70,001**
Other income (bank cashback)	7	14	21	–
Total income	**131,393**	**65,795**	**197,188**	**203,720**

Restricted income comprises donations to the New Building appeal (cash and tin collections, standing orders, card-machine and online giving) and Gift Aid recovered on those donations. Madrassah fees are charged to pupils attending the after-school madrassah and are collected principally by direct debit. Fitrana, Zakat and emergency appeal collections that were banked are included in unrestricted donations and the amounts passed on are shown in note 5.

5. Expenditure

	Unrestricted 2025 £	Restricted 2025 £	Total 2025 £	Total 2024 £
Staff costs (note 6)	114,990	–	114,990	105,703
Visiting imam and teaching cover; staff training	570	–	570	190
Premises: gas, electricity and water	6,156	–	6,156	12,465
Telephone and internet	538	–	538	471
Insurance	1,502	–	1,502	1,521
Repairs, maintenance, cleaning and equipment	1,624	–	1,624	2,419
Madrassah books and teaching resources	3,699	–	3,699	2,649
Religious and educational events, catering and madrassah activities	12,040	–	12,040	3,153
Printing, stationery and sundry	524	14	538	546
Donations to other charities (Fitrana and Palestine collections)	1,085	–	1,085	936
Depreciation – new building (note 7)	–	18,278	18,278	17,799
Impairment – old masjid fixtures and fittings written off (note 7)	17,599	–	17,599	–
Costs of raising funds – New Building appeal	–	712	712	–
Total expenditure	**160,327**	**19,004**	**179,331**	**147,852**
Analysed as: Raising funds	–	712	712	–
Charitable activities	160,327	18,292	178,619	147,852

The 2024 restricted expenditure of £17,799 is the depreciation charge; the building costs of £109,398 incurred in 2024 are capitalised (note 3). No governance costs were incurred: the independent examination is carried out without charge. Expenditure on the new building during 2025 of £23,934 (2024: £109,398) is capitalised and shown in note 7. Depreciation of £18,278 (2024 restated: £17,799) and the impairment of £17,599 (2024: nil) are non-cash charges.

6. Staff costs, key management personnel and trustees

	2025 £	2024 £
Wages and salaries (net pay) and PAYE/NIC paid to HMRC	113,665	104,491
Employer pension contributions (Nest)	1,325	1,212
Staff costs charged to the statement of financial activities	**114,990**	**105,703**

Staff costs are recognised when paid (note 1). The payroll records for the thirteen pay dates falling in 2025 show gross wages and salaries of £115,086, employer's National Insurance of £5,258 (fully relieved by the Employment Allowance) and employer's pension contributions of £568. The difference between the payroll cost and the amount charged arises mainly from PAYE for the last quarter of the year, which was paid after the year end.

The average number of employees during the year was 18 (2024: 19), all part-time, comprising the imam, madrassah teachers and support staff; 21 people were employed at some point in the year. A small number of sessional teaching and imam-cover payments were also made outside the payroll. No employee received emoluments of more than £60,000. The key management personnel of the charity are the trustees, who received no remuneration or other benefits and were not reimbursed any expenses during the year (2024: none). No trustee or person connected with a trustee had any material transaction with the charity.

7. Tangible fixed assets

	Old masjid freehold land £	Old masjid fixtures £	New building land £	New building phase 1 £	Total £
Cost at 1 January 2025	64,910	17,599	162,525	889,952	1,134,986
Additions – building works, finishing and materials	–	–	–	11,851	11,851
Additions – plumbing, heating and wudhu facilities	–	–	–	6,128	6,128
Additions – electrical, security, CCTV and audio-visual	–	–	–	4,287	4,287
Additions – fixtures, fittings and door furniture	–	–	–	1,668	1,668
Cost at 31 December 2025	**64,910**	**17,599**	**162,525**	**913,886**	**1,158,920**
Accumulated depreciation at 1 January 2025 (2024 charge – note 3)	–	–	–	17,799	17,799
Depreciation charge for the year	–	–	–	18,278	18,278
Impairment – fixtures and fittings written off	–	17,599	–	–	17,599
Accumulated depreciation and impairment at 31 December 2025	**–**	**17,599**	**–**	**36,077**	**53,676**
Net book value at 31 December 2025	**64,910**	**–**	**162,525**	**877,809**	**1,105,244**
Net book value at 31 December 2024 (restated)	**64,910**	**17,599**	**162,525**	**872,153**	**1,117,187**

Both properties are freehold and are used for the charity's own purposes. The old masjid is held in the General Fund and the new building in the New Building Fund. Phase 1 of the new building, the left wing, has been in use in some capacity since April 2023 and is depreciated from 1 January 2024 (note 1); its cost includes professional fees and construction costs incurred since 2018, and the land was purchased in 2018. Phase 2, the right wing, commenced in April 2026 with the demolition of the old timber masjid building; the fixtures and fittings of the old masjid have accordingly been written off at 31 December 2025, and the freehold land is retained as part of the site of the new masjid. No phase 2 costs had been incurred at 31 December 2025.

8. Inter-fund loan

	2025 £	2024 £
Balance at 1 January	15,000	15,000
Repaid in cash by the New Building Fund (21 November 2025)	(7,500)	–
General Fund costs paid from, net of General Fund income received in, the New Building account	(143)	–
Balance at 31 December – owed by the New Building Fund to the General Fund	**7,357**	**15,000**

The loan is shown as a debtor of the General Fund and a creditor of the New Building Fund and is eliminated in the total columns of the balance sheet. In the 2024 balance sheet the loan was presented gross as a debtor and a creditor of £15,000.

9. Cash at bank

	2025 £	2024 £
Masjid (General Fund) bank account	8,701	12,393
New Building Fund bank account	51,141	17,649
Total cash at bank	**59,842**	**30,042**

In addition, cash collections of £8,550 (General Fund) and £4,773 (New Building Fund) had been counted and recorded by 31 December 2025 but were banked on 19 March 2026 (31 December 2024: £6,619 and £3,683 respectively, banked in February and March 2025). Consistent with previous years these amounts are not included in the financial statements (note 1).

10. Movement in funds and analysis of net assets between funds

Year ended 31 December 2025	At 1 January 2025 (restated) £	Income £	Expenditure £	Transfers £	At 31 December 2025 £
Restricted fund – New Building Fund	1,037,327	65,795	(19,004)	–	1,084,118
Unrestricted fund – General Fund	109,902	131,393	(160,327)	–	80,968
Total funds	**1,147,229**	**197,188**	**(179,331)**	**–**	**1,165,086**

Year ended 31 December 2024 (restated)	At 1 January 2024 (restated) £	Income £	Expenditure £	Transfers £	At 31 December 2024 £
Restricted fund – New Building Fund	956,906	98,220	(17,799)	–	1,037,327
Unrestricted fund – General Fund	134,455	105,500	(130,053)	–	109,902
Total funds	**1,091,361**	**203,720**	**(147,852)**	**–**	**1,147,229**

2024 restricted income of £98,220 comprised donations of £85,156 and Gift Aid of £13,064; restricted expenditure was the depreciation charge. 2024 unrestricted income of £105,500 comprised madrassah fees and book sales of £70,001 and donations of £35,499; unrestricted expenditure was £130,053, of which staff costs were £105,703.

Purpose of the New Building Fund. Donations raised through the charity's appeal for the construction of a new masjid building adjacent to the existing premises, together with Gift Aid recovered on those donations. The fund is represented by the new building at net book value (£1,040,334), cash held in the New Building bank account, less the balance of the inter-fund loan. The fund can only be applied to the construction, fitting-out and equipping of the new building.

Purpose of the General Fund. The running of the masjid and the after-school madrassah. The fund is represented by the freehold land of the existing masjid at cost (£64,910), the inter-fund loan receivable and the balance on the Masjid bank account. Free reserves (unrestricted funds excluding fixed assets and the inter-fund loan) at 31 December 2025 amounted to £8,701 (2024: £12,393), before the £8,550 of collections banked after the year end.

Analysis of net assets between funds	Unrestricted £	Restricted £	Total £
Tangible fixed assets	64,910	1,040,334	1,105,244
Inter-fund loan	7,357	(7,357)	–
Cash at bank	8,701	51,141	59,842
Net assets at 31 December 2025	**80,968**	**1,084,118**	**1,165,086**

11. Related party transactions

There were no related party transactions in the year (2024: none). Members of the trustees' families may attend the masjid and madrassah on the same terms as other members of the community.

12. Events after the balance sheet date

In April 2026 the trustees commenced phase 2 of the new masjid (the right wing), beginning with the demolition of the old timber masjid building at Macham Street. The planned demolition was reflected at 31 December 2025 by writing off the old building's fixtures and fittings (notes 1 and 7); the freehold land is retained and forms part of the site of the new masjid. Phase 2 is being funded by the New Building appeal and its costs will be capitalised as the work proceeds. There have been no other events since 31 December 2025 that require adjustment to or disclosure in these financial statements.

Independent examiner's report to the trustees of
MADANI JAMIA MASJID ASSOCIATION

Registered charity number 505870

I report to the charity trustees on my examination of the accounts of Madani Jamia Masjid Association ('the charity') for the year ended 31 December 2025, which are set out on pages 3 to 10.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view, which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:



Zubair Hussain ACCA
Association of Chartered Certified Accountants
Prime Accountants, 10 Lockwood House, Lockwood Park, Huddersfield, HD4 6EN
Date: 26th October 2026