

Charity Registration No. 700782 (England and Wales)

LENTON MUSLIM CENTRE NOTTINGHAM

**REPORT OF THE TRUSTEES AND UNAUDITED
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 30 SEPTEMBER 2022

**LENTON MUSLIM CENTRE NOTTINGHAM
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LENTON MUSLIM CENTRE NOTTINGHAM

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2022

The Trustees present their report and the unaudited financial statements of the charity for the year ended 30 September 2020. The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

700782

Principal address

56-60 Rothesay Avenue

Nottingham

NG7 1PW

NG7 6HT

Trustees of the charity

The trustees who have served during the year and since the year end were as follows:

Mr Mohammed Rafique

Mr Wajid Aziz

Mr Husnain Yaqoob

Mr Rehmat Khan

Mr Moheed Tariq

Mr Sajid Aziz

Mr Abdul Qayyum

Mr Mohammed Yaqoob Chair

Independent examiner

Ehsan Ul Haq (MAAT)

Akhter & Co., Accountants

64 Castle Boulevard

Nottingham

NG7 1FN

LENTON MUSLIM CENTRE NOTTINGHAM

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2022 (CONTINUED)

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity was formed in 1997 and registered in 1998. Its objective is to advance the Muslim religion in the area of Nottingham, by providing and managing a place of worship, religious activities, the education and training of young people and care for the welfare of the elderly in the area.

Public benefit statement

The charity aims to serve the whole community, for the benefit of the public in general, wherever possible. In meeting objectives and formulating future plans the trustees have considered the Charity Commission's guidance on public benefit.

FINANCIAL REVIEW

Reserves Policy

The charity's policy is to ensure that there are sufficient free reserves to cover three months of normal recurring expenditure. Whilst a significant proportion of the reserves of £1,228,385 (2021: £1,182,094) are represented by land and property, the funds held at the bank at the balance sheet date are sufficient to cover normal recurring expenditure for the next twelve months.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a constitution, and constitutes an unincorporated charity managed

Transactions and financial position

The Statement of Financial Activities shows a net gain of £4895.39 (2021: deficit of £5205.56) for the year. Total funds stood at £38970.82 (2021: £37419.16) at 30 September 2022, of which free reserves were £534406.35 (2021: £529,386.72).

Approved by order of the Management Committee and signed on its behalf by:

M. YAQOOB

Mr Mohammed Yaqoob

Date: 15 March 2023



LENTON MUSLIM CENTRE NOTTINGHAM

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

I report on the accounts of the charity for the year ended 30 September 2022 which are set out on pages 6 to 12.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's report

My 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 and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

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

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with section 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Independent examiner
Ehsan Ul Haq (MAAT)
Akhter & Co., Accountants
64 Castle Boulevard
Nottingham
NG7 1FN

Date: 15 March 2023

LENTON MUSLIM CENTRE NOTTINGHAM

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Notes	Unrestricted Funds	Restricted Funds	2022 Total	2021 Total
Income and endowments from:					
Donations and legacies	2	£ 19,960.09	£ -	£ 19,960.09	£ 30,938.90
Investment income	3	£ 3,751.13	£ -	£ 3,751.13	
Total income		£ 23,711.22	£ -	£ 23,711.22	£ 30,938.90
Expenditure on:					
Charitable activities		£ -	£ -	£ -	£ 15,765.00
Other costs		£ 20,115.83	£ -	£ 20,115.83	£ 20,379.44
Total expenditure		£ 20,115.83	£ -	£ 20,115.83	£ 36,144.44
Net (deficit)/surplus		£ 3,595.39	£ -	£ 3,595.39	-£ 5,205.54
Reconciliation of funds:					
Total funds brought forward	10	£ 538,193.16	£ -	£ 538,193.16	£ 526,708.00
Reserves Transfer During the year		£ -			£ 11,485.16
Total funds carried forward	10		£ -	£ 541,788.55	£ 538,193.16

The notes on pages 8 to 12 form part of these financial statements

LENTON MUSLIM CENTRE NOTTINGHAM

BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2022

		2022	2021
	Notes		
Fixed assets			
Buildings	6	£ 450,000.00	£ 450,000.00
Investment	7	£ 53,751.13	£ 50,000.00
Equipment		<u>£ 1,326.28</u>	<u>£ 1,326.28</u>
		£ 505,077.41	£ 501,326.28
Current assets			
Cash at bank		£ 37,970.82	£ 37,719.16
Debtors	8	<u>£ 37,970.82</u>	<u>£ 37,719.16</u>
		£ -	£ -
Creditors: amounts falling due within one year	9	£ 1,259.40	£ 852.00
Net Current Assets		£ 36,711.42	£ 36,867.16
Total assets less current Liabilities		<u>£ 541,788.83</u>	<u>£ 538,193.44</u>
Net assets		<u>£ 541,788.83</u>	<u>£ 538,193.44</u>
Charity Funds			
Unrestricted funds	10	£ 541,788.83	£ 538,193.44
Total charity funds	10	<u>£ 541,788.83</u>	<u>£ 538,193.44</u>

The financial statements were approved and authorised for issue by the Management Committee on 15 March 2023 and were signed on its behalf by:

M. YAQOOB

Mr Mohammed Yaqoob

The notes on pages 8 to 12 form part of these financial statements.

LENTON MUSLIM CENTRE NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Summary of significant accounting policies

(a) General information and basis of preparation

Lenton Muslim Centre Nottingham is a charity in England. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are to advance the Muslim religion in the area of Nottingham, by providing and managing a place of worship, religious activities, the education and training of young people and care for the welfare of the elderly in the area.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

The charity does not hold any restricted funds.

(c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

(d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Expenditure on charitable activities; and
- Other expenditure represents those items not falling into the category above.

LENTON MUSLIM CENTRE NOTTINGHAM

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

(e) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Fixtures and fittings	10% Reducing Balance
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Depreciation is not provided in respect of the Mosque or the house.

This policy represents a departure from statutory accounting principles, which require depreciation to be provided on all fixed assets. The trustees consider that this policy is necessary in order that the financial statements may give a true and fair view because current values and changes in current values are of prime importance rather than the calculation of systematic depreciation. Depreciation is only one of many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

(f) Investment properties

Investment properties for which fair value can be measured reliably without undue cost or effort are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the statement of financial activities.

(g) Tax

The charity is exempt from tax on its charitable activities.

(h) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

(i) Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received. A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

LENTON MUSLIM CENTRE NOTTINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

2	Income from donations and legacies		
		2022	2021
	Donations from individuals and other charities	<u>£ 19,960.09</u>	<u>£ 30,938.90</u>
3	Income from investments		
		2022	2021
	Investment Profit	<u>£ 3,751.13</u>	<u>£ -</u>
4	Trustee's remuneration and benefits	<u>£ 3,751.13</u>	<u>£ -</u>

There were no trustees' expenses paid for the year ended 30 September 2022 nor for the year ended 30 September 2021.

5 Staff costs and employee benefits

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

	2022	2021
	<u>2</u>	<u>1</u>

No employees received total employee benefits (excluding employer pension costs) of more than £60,000.

LENTON MUSLIM CENTRE NOTTINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

6 Tangible fixed assets

	Freehold Property	Equipments	Fixture & Fittings	Investment	Total
Cost or Valuation:					
At 1st Oct 2021	£ 450,000.00	£ 1,326.00		£ 50,000.00	£ 501,326.00
Additions	£ -		£ -	£ 3,751.13	£ 3,751.13
At 30th Sep 2022	<u>£ 450,000.00</u>	<u>£ 1,326.00</u>	<u>£ -</u>	<u>£ 53,751.13</u>	<u>£ 505,077.13</u>
Depreciation:					
At 1st Oct 2021	£ -	£ 252.00			£ 252.00
Charge for the year	£ -	£ 107.40			£ 107.40
At 30th Sep 2022	<u>£ -</u>	<u>£ 359.40</u>	<u>£ -</u>	<u>£ -</u>	<u>£ 359.40</u>
Net Book Value:					
At 30th Sep 2022	<u>£ 450,000.00</u>	<u>£ 966.60</u>	<u>£ -</u>	<u>£ 53,751.13</u>	<u>£ 504,717.73</u>
At 1st Oct 2021	<u>£ 450,000.00</u>	<u>£ 1,074.00</u>	<u>£ -</u>	<u>£ 50,000.00</u>	<u>£ 501,074.00</u>

7 Investment property

Cost

Net book value

At 30 September 2022

At 30 September 2021

8 Debtors

2022

2021

Other debtors

-

LENTON MUSLIM CENTRE NOTTINGHAM

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

9 Creditors: amounts falling due within one year

	2022	2021
Taxation and social security	-	-
Accruals	£ 900.00	£ 600.00
	<u>£ 900.00</u>	<u>£ 600.00</u>

10 Fund reconciliation

Unrestricted funds

	Balance at 01-Oct-2021	Income	Expenditure	Balance at 30-Sep-2022
Unrestricted General funds	<u>£ 538,193.16</u>	<u>£ 23,711.22</u>	<u>£ 20,115.83</u>	<u>£ 541,788.55</u>

11 Related party transactions

There are no related party transactions during the year ended 30 September 2022 (2021: £ nil).

LENTON MUSLIM CENTRE NOTTINGHAM**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	2022	2021
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations from individuals and other charities	£ 19,960.09	£ 30,938.90
Investment income		
Profit from investment	£ 3,751.13	
Total incoming resources	<u>£ 23,711.22</u>	<u>£ 30,938.90</u>
EXPENDITURE		
Charitable activities		
Imam fees	£ 12,000.00	£ 12,000.00
Imam pension contributions		
Rates and water	£ 491.96	£ 734.32
Insurance	£ 1,557.44	£ 1,413.00
Light and heat	£ 2,136.19	£ 2,051.19
Telephone	£ 311.25	£ 168.00
Repairs and renewals	£ 1,762.00	£ 3,450.00
Funeral costs		£ 15,765.00
NCC	£ 149.59	£ 143.56
Cleaning of premises	£ 1,300.00	
Sundry		
	<u>£ 19,708.43</u>	<u>£ 35,725.07</u>
OTHER COSTS		
Depreciation of tangible fixed assets	£ 107.40	£ 119.37
	<u>£ 107.40</u>	<u>£ 119.37</u>
Governance costs		
Accountancy and legal fees	£ 300.00	£ 300.00
Total resources expended	<u>£ 20,115.83</u>	<u>£ 36,144.44</u>
NET (DEFICIT)/SURPLUS	<u>£ 3,595.39</u>	<u>-£ 5,205.54</u>