

**Charity registration number: 700817**

**Masjid E Tauheedul Islam**

**Report and Accounts**

**31 December 2020**

# Masjid E Tauheedul Islam

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**Masjid E Tauheedul Islam**  
**Charity Information**  
**for the period ended 31 December 2020**

**Address**

31 Birknell street  
Blackburn  
Lancashire  
BB1 7JJ

**Charity registration number: 700817**

**Trustees**

Mr Faruk Ibrahim Bharucha  
Mr Yunus Bohra  
Mr Ali Mohamed Vika

**Appointed independent examiner**

M A Ibrahim (FCCA)

**Accountants**

M.A.I (Accountants) Limited  
7 St Andrews Street  
Blackburn  
Lancashire  
BB1 8AE

**Bankers**

Natwest Bank  
35 King William Street  
Blackburn  
Lancashire  
BB1 7DL

**Masjid E Tauheedul Islam  
Trustees' annual report  
for the period ended 31 December 2020**

**Charity registration number: 700817**

The Annual Report is fully SORP compliant and sets out how the trustees have met their obligations.

The Financial Statement is fully SORP compliant and includes the incoming resources and resources expended.

**Objectives and activities**

The purpose of the charity as set out in its governing document is as follows:

- a) To Advance the Islamic religion amongst the residents of Blackburn and to teach the Islamic way of life by the faith and literature set out by the Scholars of the Islamic University of Deoband India in accordance with "Ahle -Sunnat- wal Jamaat
- b) advance education including religious education by maintaining and managing a school for girls of the Islamic faith. The activities of the Girls School as stated in the Objectives clause are now vested in the Tauheedul Education Trust.

The main activities undertaken in relation to those purpose are as follows:

The Masjid provides prayer facilities for worshippers who visit the masjid with congregational prayers taking place five times a day. The Masjid provides religious Islamic education to school age children in the evening under the guidance of the Imaams. Nika (marriage) ceremonies and full funeral services are also provided for the local Muslim population.

In setting our objectives and planning our activities our Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

**Achievements performance and impact of Covid 19**

The Charity carries out a wide range of activities in pursuance of its charitable aims:

The Masjid was greatly impacted and restricted in its activities during the year due to covid lockdown restrictions. However, the Masjid still endeavoured to achieve as much as possible. Government guidelines were implemented, risk assessments carried out by newly appointed Covid-19 safety officers and volunteers. During the lockdown and the month of Ramadan volunteers visited and donated food parcels to members of all communities and faiths. Many members of our community lost their lives during the pandemic. May The Almighty grant them the highest place of Jannah in the Hereafter. Our heartfelt condolences to all those who lost loved ones.

**Structure, governance and management**

MTI is registered as a Charity with The Charity Commission under charity no: 700817

As stated on page 1 Masjid e Tauheedul Islam has three appointed Trustees. The day to day management of the Masjid's affairs is the responsibility of the elected voluntary Executive Committee. Supporting the Executive Committee is a group of Sub Committees which manage the strategic direction of the Masjid's activities.

**Reference and administrative details**

See preceding page under 'Charity Information'.

**Names of the charity trustees who manage the charity**

All trustees are named on the preceding page under 'Charity Information'.

**Masjid E Tauheedul Islam  
Trustees' annual report  
for the period ended 31 December 2020**

**Financial review and reserves policy**

Funds available are sufficient to permit the charity to continue in operation in the medium to long term, together with the continued support from the donors. The day to day running of the Masjid is financially supported by voluntary contributions from members of the Masjid. The Masjid has other investment properties that are rented out to generate additional income

The reserves of the Masjid have been classified as invested in Endowment Funds and unrestricted reserves to serve Masjid e Tauheedul Islam and its immediate and wider community. The mosque building being Waqaf property is classified as permanent endowment and therefore under the restricted funds category. Other reserves are maintained at a level where cash flow is available for upkeep and maintenance of all assets of the charity and any future expansion requirements.

There are no uncertainties about the charity continuing as a going concern. The Trustees actively review all major risks which the Charity faces and drawn up a risk assessment which is reviewed at every meeting. The Trustees are satisfied that all systems are in place and arrangements have been made to manage any risks identified.

**Statement of Trustee's responsibilities**

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

The law applicable in England and Wales 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 charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for that period in preparing these financial statements, the trustees are required to:-

- Select suitable accounting policies to be applied consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements and,
- Prepare the financial statements on the going concern bases unless it is inappropriate to presume that the charitable company 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 to enable them to ensure that the financial statements comply with the Charities Act 2011, and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

Approved by the Trustees and signed on its behalf by:

Ali Mohmed Vika  
Trustee

Date: 23/09/2021

## **Masjid E Tauheedul Islam**

### **Independent Examiner's Report to the Trustees of Masjid E Tauheedul Islam**

I report to the trustees on my examination of the accounts of Masjid E Tauheedul Islam (the Trust) for the period ended 31 December 2020.

#### **Respective responsibilities of trustees and examiner**

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

The charity's trustees consider that an audit is not required for this year under section 144 of the Act and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the applicable Directions given by the Charity Commission (under section 145(5)(b) of the Act, and
- to state whether particular matters have come to my attention

#### **Basis of independent examiner's statement**

My examination was carried out in accordance with 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 the 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 material matters have come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

The appointed independent examiner of the trust:

M A Ibrahim (FCCA) for and on behalf of  
M.A.I (Accountants) Limited  
7 St Andrews Street  
Blackburn  
Lancashire  
BB1 8AE

Date: 23/09/2021

**Masjid E Tauheedul Islam**  
**Statement of financial activities**  
**for the period ended 31 December 2020**

	Notes	Unrestricted funds	Restricted/ Endowment funds	Total 2020	Total 2019
		£	£	£	£
<b>Income</b>	<b>3</b>				
<b>Income and endowments from:</b>					
Donations and legacies		94,814	-	94,814	114,629
Charitable activities		54,965	-	54,965	70,191
Investments		46,515	-	46,515	42,525
Other		1,644	11,526	13,170	3,010
<b>Total</b>		<u>197,938</u>	<u>11,526</u>	<u>209,464</u>	<u>230,355</u>
<b>Expenditure</b>	<b>4</b>				
<b>Expenditure on:</b>					
Charitable activities		168,756	11,526	180,282	227,654
<b>Net income/(expenditure) for the year</b>		<u>29,182</u>	<u>-</u>	<u>29,182</u>	<u>2,702</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		1,751,490	3,338,863	5,090,353	5,087,651
Net incoming resources for the year		29,182	-	29,182	2,702
Transfer between Funds		0		0	(0)
<b>Total funds carried forward</b>		<u>1,780,672</u>	<u>3,338,863</u>	<u>5,119,535</u>	<u>5,090,353</u>

**Masjid E Tauheedul Islam**  
**Balance Sheet**  
**At 31 December 2020**

	Notes	Unrestricted funds £	Endowment funds £	Total 2020 £	Total 2019 £
<b>Fixed assets</b>					
Tangible assets	5	660,241	3,338,863	3,999,104	4,008,085
Investments		942,430		942,430	794,555
		<u>1,602,671</u>	<u>3,338,863</u>	<u>4,941,534</u>	<u>4,802,640</u>
<b>Current assets</b>					
Cash at bank and in hand		190,271	-	190,271	303,674
		<u>190,271</u>	<u>-</u>	<u>190,271</u>	<u>303,674</u>
<b>Creditors: amounts falling due within one year</b>					
Trade creditors and accruals	6	12,270	-	12,270	15,962
		<u>178,001</u>	<u>-</u>	<u>178,001</u>	<u>287,712</u>
<b>Net current assets</b>					
		<u>178,001</u>	<u>-</u>	<u>178,001</u>	<u>287,712</u>
<b>Net assets</b>		<u>1,780,672</u>	<u>3,338,863</u>	<u>5,119,535</u>	<u>5,090,353</u>
<b>Funds of the Charity</b>					
	7				
Unrestricted funds		1,780,672	-	1,780,672	1,751,490
Endowment Waqaf funds		-	3,338,863	3,338,863	3,338,863
<b>Total funds</b>		<u>1,780,672</u>	<u>3,338,863</u>	<u>5,119,535</u>	<u>5,090,353</u>

Approved by the Board of Trustees and signed on its behalf by

Faruk Bharucha  
Trustee

Date: 23/09/2021

**Masjid E Tauheedul Islam**  
**Notes to the Accounts**  
**for the period ended 31 December 2020**

**Basis of preparation**

**1 Basis of accounting**

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102 and charities SORP (FRS 102) effective 1 January 2019, published by the Charity Commission in England & Wales.

The charity is a public benefit entity.

**2 Accounting Policies**

***Income***

Income from charitable activities and voluntary donations are included in full in the Statement of Financial Activities when received. The value of services provided by volunteers has not been included.

***Expenditure***

Expenditure is included in the accounts on an accruals basis.

***Depreciation***

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets, other than endowment land and buildings, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Fittings and equipment	5%
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***Investments***

Unlisted investments are measured at fair value unless the value cannot be measured reliably, in which case they are measured at cost less any accumulated impairment losses. Changes in fair value are included in the profit and loss account.

***Unrestricted funds***

Unrestricted funds are donations and other incoming resources receivable or generated for the charity without further specified purpose and are available as general funds.

***Restricted funds***

Restricted funds are funds subject to specific trusts, which may be declared by the donor(s) or with their authority (e.g. in a public appeal) or created through legal process, but still within the wider objects of the charity. Restricted funds may be restricted income funds, which are spent at the discretion of the trustees in furtherance of some particular aspect(s) of the objects of the charity, or they may be endowment funds, where the assets are required to be invested, or retained for actual use, rather than spent.

***Endowment funds***

Endowment Waqaf funds as applied to mosque property is a religious endowment. The properties under Waqaf endowment are dedicated to Allah SWT for public benefit on a perpetual basis. Restricted Fixed Waqaf funds cannot be gifted, granted or disposed.

**Masjid E Tauheedul Islam**  
**Notes to the Accounts**  
for the period ended 31 December 2020

3 Analysis of income	Unrestricted	Restricted	2020	2019
	funds	income	Total funds	Prior year
	£	£	£	£
<b>Donations and legacies</b>				
Members contributions	72,360	-	72,360	84,590
Donations	22,454	-	22,454	30,039
<b>Total</b>	<b>94,814</b>	<b>-</b>	<b>94,814</b>	<b>114,629</b>
<b>Charitable activities</b>				
Parent contributions	52,128	-	52,128	68,510
Other	2,837	-	2,837	1,681
<b>Total</b>	<b>54,965</b>	<b>-</b>	<b>54,965</b>	<b>70,191</b>
<b>Income from investments</b>				
Rental income	46,515	-	46,515	42,525
<b>Total</b>	<b>46,515</b>	<b>-</b>	<b>46,515</b>	<b>42,525</b>
<b>Other</b>				
Interest income	142	-	142	196
Solar electricity income	1,502	-	1,502	2,814
HMRC JRS grant		11,526	11,526	-
<b>Total</b>	<b>1,644</b>	<b>11,526</b>	<b>13,170</b>	<b>3,010</b>
<b>Total income</b>	<b>197,938</b>	<b>11,526</b>	<b>209,464</b>	<b>230,355</b>

4 Analysis of expenditure	Unrestricted	Restricted	2020	2019
	funds	funds	Total funds	Prior year
	£	£	£	£
<b>Expenditure on charitable activities</b>				
Wages	85,142	11,526	96,668	91,977
Employee pension	1,240	-	1,240	755
Casual wages	3,272	-	3,272	2,631
Examination expenses	-	-	-	7,331
Heat and light- Masjid	17,224	-	17,224	23,496
Heat and light- Madrassah	8,907	-	8,907	13,297
Rates	3,174	-	3,174	2,953
Water charges	6,016	-	6,016	6,957
Cleaning and consumables	4,551	-	4,551	1,268
Bank charges	28	-	28	20
Insurance	526	-	526	694
Repairs and maintenance	19,577	-	19,577	57,481
Waste disposal cost	720	-	720	-
Equipment expensed	3,106	-	3,106	2,795
Depreciation	8,982	-	8,982	8,983
Exhibition costs	-	-	-	950
Telephone and internet	729	-	729	715
Subscriptions and license	934	-	934	1,272
Stationery, postage and printing	2,769	-	2,769	2,325
Sundry expenses	102	-	102	218
Accountancy fees	575	-	575	500
Payroll fees	882	-	882	736
Independent examiner's fee	300	-	300	300
<b>Total</b>	<b>168,756</b>	<b>11,526</b>	<b>180,282</b>	<b>227,654</b>
<b>Total expenditure</b>	<b>168,756</b>	<b>11,526</b>	<b>180,282</b>	<b>227,654</b>

**Masjid E Tauheedul Islam**  
**Notes to the Accounts**  
**for the period ended 31 December 2020**

**5 Land, buildings, equipment and fittings**

	Land and property £	Fittings and equipment £	Total £
<b>Cost</b>			
At 1 January 2020	3,915,369	179,653	4,095,021
At 31 December 2020	<u>3,915,369</u>	<u>179,653</u>	<u>4,095,021</u>
<b>Depreciation</b>			
At 1 January 2020	-	86,935	86,935
Charge for the year	-	8,982	8,982
At 31 December 2020	<u>-</u>	<u>95,917</u>	<u>95,917</u>
<b>Net book value</b>			
At 31 December 2020	<u>3,915,369</u>	<u>83,735</u>	<u>3,999,104</u>
At 31 December 2019	<u>3,915,369</u>	<u>92,717</u>	<u>4,008,086</u>

**5a Investments at Cost**

	Investment Properties £	Total £
At 1 January 2020	794,555	794,555
Additions / Improvements	<u>147,875</u>	<u>147,875</u>
At 31 December 2020	<u>942,430</u>	<u>942,430</u>

**6 Creditors**

	2021 £	2020 £
Analysis of creditors:		
Trade creditors	11,470	15,362
Accruals	<u>800</u>	<u>600</u>
	<u>12,270</u>	<u>15,962</u>

**7 Analysis of fund assets and liabilities**

	Unrestricted funds £	Endowment funds £	Total 2020 £
Tangible fixed assets	1,602,671	3,338,863	4,941,534
Current assets	190,271	-	190,271
Current liabilities	<u>(12,270)</u>	<u>-</u>	<u>(12,270)</u>
	<u>1,780,672</u>	<u>3,338,863</u>	<u>5,119,535</u>

**Masjid E Tauheedul Islam**  
**Notes to the Accounts**  
**for the period ended 31 December 2020**

**8 Details of certain items of expenditure**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Independent examiner's fees	<u>300</u>	<u>300</u>

**9 Transactions with trustees and related parties**

There were no benefits, expenses or remuneration paid to the Trustees or persons connected to them.

**10 Employees**

	<b>2020</b>	<b>2019</b>
	<b>Number</b>	<b>Number</b>
Average number of employees	<u>24</u>	<u>25</u>

No employee received emoluments in excess of £60,000