

ISLAM EXPO LTD
(Limited by Guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2007

WEDNESDAY



LL9P20V1

LD5

25/06/2008

116

COMPANIES HOUSE

ISLAM EXPO LTD
(Limited by Guarantee)

COMPANY INFORMATION

DIRECTORS

F Alaeddin
M Kathem Sawalha
Dr A Tamimi
A Al-Tikriti
I Patel

SECRETARY

M Kathem Sawalha

COMPANY NUMBER

05275366

REGISTERED OFFICE

36 Millenium House
Humber Road
Cricklewood
NW2 6DW
NW2 6DW

ACCOUNTANTS

haysmacintyre
Chartered Accountants
Fairfax House
15 Fulwood Place
London
WC1V 6AY

BANKERS

Lloyds TSB Bank Plc
195 Edgware Road
London
W2 1EY

Islamic Bank of Britain
Birmingham
B16 8NH

Natwest Bank
55 The Broadway
Mill Hill
London
NW7 3WF

SOLICITORS

Dean & Dean Solicitors
21 Gloucester Place
London
W1U 8HR

ISLAM EXPO LTD
(Limited by Guarantee)

CONTENTS

	Page
Directors' report	1
Accountants' report	2
Profit and loss account	3
Balance sheet	4
Notes to the financial statements	5 - 8
The following pages do not form part of the statutory accounts	
Detailed profit and loss account and summaries	9 - 11

ISLAM EXPO LTD
(Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 AUGUST 2007

The directors present their report and the financial statements for the year ended 31 August 2007

PRINCIPAL ACTIVITIES

The principle activity of the company in the year under review was that of enhancing understanding of Islam in the UK

DIRECTORS

The directors who served during the year were

F Alaeddin
M Kathem Sawalha
Dr A Tamimi
A Al-Tikriti
I Patel

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

This report was approved by the board and signed on its behalf

Director

M. Sawalha

Date

24/06/08

ISLAM EXPO LTD
(Limited by Guarantee)

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF ISLAM EXPO LTD**

In accordance with the engagement letter dated 20 March 2008, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the profit and loss account the balance sheet and the related notes from the accounting records and information and explanations you have given to us

This report is made to the company's Board of Directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the company's Board of Directors that we have done so, and state those matters that we have agreed to state to them in this 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 company and the company's Board of Directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 August 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

haysmacintyre
Chartered Accountants
Fairfax House
15 Fulwood Place
London
WC1V 6AY

haysmacintyre 24/06/2008

ISLAM EXPO LTD
(Limited by Guarantee)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2007**

	Note	2007 £	2006 £
INCOME	1	42,827	1,567,962
Direct project costs		(88,052)	(1,191,341)
GROSS (LOSS)/PROFIT		(45,225)	376,621
Administrative expenses		(255,888)	(386,204)
OPERATING LOSS	2	(301,113)	(9,583)
Interest receivable		23,276	13,251
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(277,837)	3,668
Tax on (loss)/profit on ordinary activities	4	(4,500)	(1,325)
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(282,337)	2,343
PROFIT BROUGHT FORWARD		11,892	9,549
(LOSS)/RETAINED PROFIT CARRIED FORWARD		(270,445)	11,892

The notes on pages 5 to 8 form part of these financial statements

ISLAM EXPO LTD
(Limited by Guarantee)

BALANCE SHEET
AS AT 31 AUGUST 2007

	Note	2007 £	2006 £
FIXED ASSETS			
Tangible fixed assets	5	8,287	12,846
CURRENT ASSETS			
Debtors	6	21,905	103,105
Cash at bank and in hand		1,777,464	103,561
		<u>1,799,369</u>	<u>206,666</u>
CREDITORS amounts falling due within one year	7	<u>(2,078,101)</u>	<u>(207,620)</u>
NET CURRENT LIABILITIES		(278,732)	(954)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(270,445)</u>	<u>11,892</u>
CAPITAL AND RESERVES			
Profit and loss account		<u>(270,445)</u>	<u>11,892</u>
		<u>(270,445)</u>	<u>11,892</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 August 2007 and of its loss for the year then ended in accordance with the requirements of section 226 of the Act and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved and authorised for issue by the board and were signed on its behalf

Director M. Sawal

Date 24/6/08

The notes on pages 5 to 8 form part of these financial statements

ISLAM EXPO LTD
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2007

1 ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.2 TURNOVER

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts

1.3 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Plant & machinery	-	50% reducing balance
-------------------	---	----------------------

1.4 DEFERRED TAXATION

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

2 OPERATING LOSS

The operating loss is stated after charging

	2007 £	2006 £
Depreciation of tangible fixed assets		
- owned by the company	8,288	12,756
Auditors' remuneration - audit services	-	3,900
- non-audit services	4,375	-
	<u>12,663</u>	<u>16,656</u>

During the year, no director received any emoluments (2006 - £NIL)

ISLAM EXPO LTD
(Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2007**

3 STAFF COSTS

Staff costs were as follows

	2007 £	2006 £
Wages and salaries	173,810	263,714
Social security costs	16,973	23,969
	<u>190,783</u>	<u>287,683</u>

The average monthly number of employees, including the directors, during the year was as follows

	2007 No	2006 No
Direct	8	10
Administration	1	2
	<u>9</u>	<u>12</u>

4. TAXATION

	2007 £	2006 £
UK corporation tax charge on (loss)/profit for the year	<u>4,500</u>	<u>1,325</u>

5 TANGIBLE FIXED ASSETS

	Other fixed assets £
COST	
At 1 September 2006	29,232
Additions	3,729
At 31 August 2007	<u>32,961</u>
DEPRECIATION	
At 1 September 2006	16,386
Charge for the year	8,288
At 31 August 2007	<u>24,674</u>
NET BOOK VALUE	
At 31 August 2007	<u>8,287</u>
At 31 August 2006	<u>12,846</u>

ISLAM EXPO LTD
(Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2007**

6 DEBTORS

	2007 £	2006 £
Trade debtors	7,244	25,349
VAT	14,661	77,756
	<u>21,905</u>	<u>103,105</u>

**7 CREDITORS
AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2007 £	2006 £
Other loans	17,980	-
Trade creditors	51,721	191,753
Social security and other taxes	-	10,642
Accrued expenses	3,900	3,900
Deferred income (refer to note 10)	2,000,000	-
Corporation tax	4,500	1,325
	<u>2,078,101</u>	<u>207,620</u>

8 COMPANY STATUS

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

9. OPERATING LEASE COMMITMENTS

At 31 August 2007 the company had annual commitments under non-cancellable operating leases as follows:

	2007 £	2006 £
EXPIRY DATE		
Within 1 year	<u>32,760</u>	<u>32,760</u>

ISLAM EXPO LTD
(Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2007

10 SCHEDULE OF DEFERRED INCOME

	Deferred income as at 01 09 06 £	Income in the year £	Payments in the year £	Deferred income as at 31 08 07 £
Grant received in advance from Qatari National	-	2,000,000	-	2,000,000

ISLAM EXPO LTD
(Limited by Guarantee)

**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2007**

	Page	2007 £	2006 £
Income	10	42,827	1,567,962
Direct project costs	10	(88,052)	(1,191,341)
		<hr/>	<hr/>
Gross (deficit)/surplus		(45,225)	376,621
Less Overheads			
Overheads	10	(255,888)	(386,204)
		<hr/>	<hr/>
Operating surplus		(301,113)	(9,583)
Interest receivable	11	23,276	13,251
		<hr/>	<hr/>
(Deficit)/surplus for the year		<u>(277,837)</u>	<u>3,668</u>

ISLAM EXPO LTD
(Limited by Guarantee)

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2007**

	2007 £	2006 £
Income		
Grant income received	40,000	1,197,442
Income from stands	-	265,367
Sponsorship income	-	54,250
General admittance	2,827	50,903
	<u>42,827</u>	<u>1,567,962</u>
	2007 £	2006 £
Direct project costs		
Stand building costs	-	220,452
Content & fees	1,142	191,840
Marketing & promotion	84,232	111,626
Insurance	-	169,849
Security costs	-	108,310
External structures	-	77,808
Staging	-	39,709
Power & accessories	-	32,872
Concert costs	1,350	33,068
Conference	393	24,290
Signage	-	54,142
Audio visual costs	-	21,554
Telephone	-	3,104
Medical provision	435	4,579
Printing, postage & stationery	-	2,863
Sponsorship expenses	-	5,974
School marketing expenses	-	18,031
Pre show costs	-	11,766
Design costs	-	16,000
Entertainment	-	15,158
Hire of furniture & equipments	-	15,522
Cleaning	500	12,824
	<u>88,052</u>	<u>1,191,341</u>
	2007 £	2006 £
Overheads		
Wages & NIC	173,810	263,714
Social security	16,973	23,969
Telephone	2,330	4,743
Printing, postage & stationery	2,888	11,053
Subsistence & travelling	4,542	5,934
Subscription	-	200
Licences	-	200
	<u>200,543</u>	<u>309,813</u>
Sub-total carried forward	200,543	309,813

ISLAM EXPO LTD
(Limited by Guarantee)

SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2007

	2007 £	2006 £
Overheads (continued)		
Sub-total brought forward	200,543	309,813
Training, Seminar, Courses	-	990
Repairs & renewals	3,972	3,496
Cleaning	866	1,177
Sundry expenses	-	1,226
Payroll charges	-	1,032
Accountancy	4,375	-
Auditors' remuneration	-	3,900
Consultancy fees	-	4,810
Legal fees	30	1,880
Marketing & promotion	100	600
Recruitment & training	250	7,235
Donations	-	2,500
Rent	36,521	32,770
Insurance	-	580
Bank charges	943	1,439
Depreciation - motor vehicles	414	828
Depreciation - plant and machinery	7,874	11,928
	<u>255,888</u>	<u>386,204</u>
	2007 £	2006 £
Interest receivable		
Other interest receivable	<u>23,276</u>	<u>13,251</u>