

REGISTERED COMPANY NUMBER: 06065201 (England and Wales)
REGISTERED CHARITY NUMBER: 1122086

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2014
FOR**

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

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COMPANIES HOUSE

Owadally & King
Chartered Certified Accountants
& Registered Auditors
73 Park Lane
Croydon
Surrey
CR0 1JG

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

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FOR THE YEAR ENDED 31 JANUARY 2014**

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**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JANUARY 2014**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 January 2014. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
06065201 (England and Wales)

Registered Charity number
1122086

Registered office
c/o Michael Heaven & Associates Limited
Quadrant Court, 48 Calthorpe Road
Edgbaston
Birmingham
West Midlands
B15 1TH

Trustees

Dr Z A K Naik	Medical Doctor
Dr A F S Mohamed	Director
Dr M J H Qureshi	Consultant
	Psychiatrist
Dr M A K Naik	Medical Doctor
A A M Gazdar	Businessman
N N M Noorani	Director
M A Abbassi	Engineering manager - appointed 20.3.2013

Company Secretary
Dr M J H Qureshi

Auditors

Owadally & King
Chartered Certified Accountants
& Registered Auditors
73 Park Lane
Croydon
Surrey
CR0 1JG

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main objective of the charity is to raise funds for the the proper presentation, understanding and appreciation of Islam, as well as removing misconceptions about Islam.

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JANUARY 2014**

OBJECTIVES AND ACTIVITIES

Significant activities

During the year, the charity continued to fund the sustenance of visual broadcasting of the Peace TV channels which are dedicated to the dissemination of researched and accurate information about the Islamic faith by academics, orators and other religious scholars.

Grantmaking

No charitable grants were made during this financial year. (2013 : £23,900).

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

Appeals are made through television broadcasts which direct people to the IFRI website where donations can be made by credit & debit cards or to a 24/7 call centre. Other donations come through monthly standing orders from donors. Donations are also sent via cheque.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Islamic Research Foundation International for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Owadally & King, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



M. A. ABBASI
Trustee

Date: 30-10-2014

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ISLAMIC RESEARCH FOUNDATION INTERNATIONAL

We have audited the financial statements of Islamic Research Foundation International for the year ended 31 January 2014 on pages five to ten. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page two, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 January 2014 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 Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.



F OWADALLY (Senior Statutory Auditor)
for and on behalf of Owadally & King
Chartered Certified Accountants
& Registered Auditors
73 Park Lane
Croydon
Surrey
CR0 1JG

Date: 31-10-2014

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JANUARY 2014**

		2014 Unrestricted funds £	2013 Total funds £
INCOMING RESOURCES	Notes		
Incoming resources from generated funds			
Voluntary income	2	1,158,811	1,125,066
RESOURCES EXPENDED			
Costs of generating funds			
Costs of generating voluntary income	3	5,700	4,907
Charitable activities	4		
Finance costs		3,720	167
Payments made to support Peace TV		1,054,552	1,160,155
Charitable donation		-	23,900
Governance costs	7	<u>5,570</u>	<u>7,375</u>
Total resources expended		<u>1,069,542</u>	<u>1,196,504</u>
NET INCOMING/(OUTGOING) RESOURCES		89,269	(71,438)
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>210,337</u>	<u>281,775</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>299,606</u></u>	<u><u>210,337</u></u>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The notes form part of these financial statements


**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**BALANCE SHEET
AT 31 JANUARY 2014**

	Notes	2014 Unrestricted funds £	2013 Total funds £
CURRENT ASSETS			
Debtors	10	298,415	250,550
Cash at bank		<u>6,591</u>	<u>15,825</u>
		305,006	266,375
CREDITORS			
Amounts falling due within one year	11	(5,400)	(56,038)
NET CURRENT ASSETS		<u>299,606</u>	<u>210,337</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>299,606</u>	<u>210,337</u>
NET ASSETS		<u>299,606</u>	<u>210,337</u>
FUNDS	12		
Unrestricted funds		<u>299,606</u>	<u>210,337</u>
TOTAL FUNDS		<u>299,606</u>	<u>210,337</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 30-10-2014 and were signed on its behalf by:


M A ABBASI
 Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2014

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Financial reporting standard number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the charitable company qualifies as a small charitable company.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. VOLUNTARY INCOME

	2014	2013
	£	£
Donations	1,158,811	1,085,498
Gift aid	-	39,568
	<u>1,158,811</u>	<u>1,125,066</u>

3. COSTS OF GENERATING VOLUNTARY INCOME

	2014	2013
	£	£
Telephone	4,799	4,907
Postage and stationery	901	-
	<u>5,700</u>	<u>4,907</u>

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JANUARY 2014**

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (See note 5) £	Support costs (See note 6) £	Totals £
Payments made to support Peace TV	1,054,552	-	1,054,552
Finance costs	-	3,720	3,720
	<u>1,054,552</u>	<u>3,720</u>	<u>1,058,272</u>

5. GRANTS PAYABLE

	2014 £	2013 £
Payments made to support Peace TV	1,054,552	1,160,155
Charitable donation	-	23,900
	<u>1,054,552</u>	<u>1,184,055</u>

The total grants paid to institutions during the year was as follows:

	2014 £	2013 £
Peace TV	<u>1,054,552</u>	<u>1,160,155</u>

6. SUPPORT COSTS

	Finance £
Finance costs	<u>3,720</u>

7. GOVERNANCE COSTS

	2014 £	2013 £
Accountancy	1,970	3,775
Auditors' remuneration	<u>3,600</u>	<u>3,600</u>
	<u>5,570</u>	<u>7,375</u>

8. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2014 £	2013 £
Auditors' remuneration	<u>3,600</u>	<u>3,600</u>

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JANUARY 2014**

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 January 2014 nor for the year ended 31 January 2013.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 January 2014.

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014	2013
	£	£
Trade debtors	250,455	250,455
Amounts owed by participating interests	47,960	-
Other debtors	-	95
	<u>298,415</u>	<u>250,550</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014	2013
	£	£
Amounts owed to participating interests	-	50,638
Other creditors	<u>5,400</u>	<u>5,400</u>
	<u>5,400</u>	<u>56,038</u>

12. MOVEMENT IN FUNDS

	At 1.2.13	Net movement in funds	At 31.1.14
	£	£	£
Unrestricted funds			
General fund	203,134	89,761	292,895
United Islamic Aid	<u>7,203</u>	<u>(492)</u>	<u>6,711</u>
	<u>210,337</u>	<u>89,269</u>	<u>299,606</u>
TOTAL FUNDS	<u>210,337</u>	<u>89,269</u>	<u>299,606</u>

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 JANUARY 2014**

12. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	817,900	(728,139)	89,761
United Islamic Aid	<u>340,911</u>	<u>(341,403)</u>	<u>(492)</u>
	<u>1,158,811</u>	<u>(1,069,542)</u>	<u>89,269</u>
TOTAL FUNDS	<u><u>1,158,811</u></u>	<u><u>(1,069,542)</u></u>	<u><u>89,269</u></u>

13. RELATED PARTY DISCLOSURES

Universal Broadcasting Corporation Limited is a related party by virtue of the following Islamic Research Foundation Trustees also being directors in Universal Broadcasting Corporation Limited;

Dr Z A K Naik
Dr A F S Mohamed
Dr M A K Naik
N N M Noorani
Dr M J H Qureshi
A A M Gadzar
M A Abbasi

During the year, charitable donations of £1,054,552 (2013 - £1,160,155) were made to Universal Broadcasting Corporation Limited (UBCL); the company that holds the UK broadcasting licence for Peace TV. Lord Production Ltd holds the licence to Peace TV English, a wholly owned subsidiary of UBCL.

**ISLAMIC RESEARCH FOUNDATION
INTERNATIONAL**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JANUARY 2014**

	2014 £	2013 £
INCOMING RESOURCES		
Voluntary income		
Donations	1,158,811	1,085,498
Gift aid	-	39,568
	<u>1,158,811</u>	<u>1,125,066</u>
Total incoming resources	1,158,811	1,125,066
RESOURCES EXPENDED		
Costs of generating voluntary income		
Telephone	4,799	4,907
Postage and stationery	901	-
	<u>5,700</u>	<u>4,907</u>
Charitable activities		
Payments to support Peace TV	1,054,552	1,160,155
Grants to other organisations	-	23,900
	<u>1,054,552</u>	<u>1,184,055</u>
Governance costs		
Accountancy	1,970	3,775
Auditors' remuneration	3,600	3,600
	<u>5,570</u>	<u>7,375</u>
Support costs		
Finance		
Bank charges	84	83
Foreign exchange gains/losses	3,636	84
	<u>3,720</u>	<u>167</u>
Total resources expended	1,069,542	1,196,504
	<u> </u>	<u> </u>
Net income/(expenditure)	<u>89,269</u>	<u>(71,438)</u>

This page does not form part of the statutory financial statements