

ISLAMIC RELIEF

ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 1995

REGISTERED NUMBER 2365572



ISLAMIC RELIEF

31 DECEMBER 1995

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AUDITORS REPORT TO THE TRUSTEES OF

ISLAMIC RELIEF

IN PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 3 to 4 together with the full financial statements of Islamic Relief for the year ended 31 December 1995. The scope of our work was limited to confirming that the charity is entitled to the exemptions claimed in the trustees statement on page 2 and whether the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the company is entitled under sections 246 and 247 of the Companies Act 1985 to the exemptions claimed on page 3 and the abbreviated accounts as set out on pages 3 to 4 have been properly prepared in accordance with Schedule 8 Part III of that Act.

On 17 September 1996 we reported to the members of Islamic Relief on the full financial statements prepared under section 226 of the Companies Act 1985 for the year ended 31 December 1995.

Our audit opinion was as follows:-

"We have audited the financial statements on pages 5 to 9 which have been prepared under the historical cost convention and the accounting policies set out on pages 7.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As described on page 2 the Trustees are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion the financial statements give a true and fair view of the state of the charity's affairs as at 31 December 1995 and of its surplus for the year then ended and have been properly prepared in accordance with the provisions of the companies Act 1985, applicable to small companies."

D. Thomas & Co

D THOMAS & CO
CERTIFIED ACCOUNTANTS
& REGISTERED AUDITORS

35 Westhouse Grove
Kings Heath
Birmingham B14 6PS

17 September 1996

ISLAMIC RELIEF
ABBREVIATED BALANCE SHEET
31 DECEMBER 1995

	<u>Notes</u>	<u>£</u>	<u>1995</u>	<u>£</u>	<u>1994</u>	<u>£</u>
FIXED ASSETS						
Tangible Assets	4		413,867			397,996
CURRENT ASSETS						
Debtors	5		19,016		18,761	
Cash and Bank Balances			1,126,822		338,029	
			<u>1,145,838</u>		<u>357,029</u>	
LESS CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	6		(37,013)		(34,382)	
NET CURRENT ASSETS			1,108,825			322,647
NET ASSETS			1,522,692			720,643
			=====			=====
FINANCED BY						
Accumulated Reserves	9		1,522,692			720,643
			=====			=====

We have taken advantage of the exemptions conferred on small companies by the Companies Act 1985, Schedule 8, Part III. In our opinion the company qualifies as a small company and is entitled to make use of the exemptions.

In preparing these financial statements, we have taken advantage of special exemption applicable to small companies conferred by Part 1 of Schedule 8 to the Companies Act 1985. We have done so on the grounds that, in our opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

DR S ZAHIR)
Chairman) Approved by the
) Trustees on
) 17 September 1996
DR M AL-ALFIE.....)
Trustee)

The notes on page 4 form part of these accounts.

ISLAMIC RELIEF

NOTES TO THE ABBREVIATED ACCOUNTS

YEAR ENDED 31 DECEMBER 1995

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Statement of Recommended Practice on Accounting by Charities and with applicable accounting standards in respect of all material items and the following policies have been used consistently.

a) Basis of Accounting

The financial statements have been prepared under the historical cost convention.

b) Income

Income includes the total received during the year at headquarters and branches and comprises donations and income from fundraising events after deducting direct costs where relevant. Income from other Islamic Relief offices in other countries is incorporated on the basis of returns.

c) Gifts in kind

Gifts in kind include food, clothing, medical supplies and office fixtures. The estimated value of goods from the U.K. is £500,000. Gifts in kind are valued having regard to market prices when distributed in the field. The value of these have not been included in the accounts.

d) Foreign Currencies

Assets and liabilities in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction.

e) Depreciation

Depreciation has been provided to write off the cost of tangible fixed assets over their estimated useful lives as follows:

Building	2% Straight Line
Office Equipment	15% Written down value
Motor Vehicles	20% Written down value

2. FIXED ASSETS

Cost	£
31 December 1994	435,592
Additions	40,520
Disposal	(3,000)
	<u>473,112</u>
Depreciation	
31 December 1994	37,596
Charge for the year	22,249
Eliminated on disposal	(600)
31 December 1995	<u>59,245</u>
Net Book Value	
31 December 1995	413,867
	=====
31 December 1994	397,996
	=====