

3544402

Manchester Islamic Educational Trust Limited

Charity No: 1073862

Directors and Trustees Report and Accounts

For the year ended 31 August 2001



Manchester Islamic Educational Trust Limited

C O N T E N T S

	<u>Page</u>
Legal and administrative Information	1
Report of the Trustees and Directors	2 - 3
Report of the Auditor	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Accounts	7 - 9

Manchester Islamic Educational Trust Limited

Charity Information

Trustees / Directors

Mr Abdul - Aziz Shaik
Maulana Habib - Ur - Rahman
Mr Paul Barnes
Mr Nasar Mahmood
Mr Imad Al-Salam
Dr Haytham Al - Khaffaf
Mr Mohammad Al - Qallaf
Dr Abdullah Al - Majid
Mr Salim Al - Astewani
Mr Abdul Kadir Kawooya
Mr Farroukh Zaheer

Charity Number

1073862

Charity and registered Office

Hartley Hall
Alexandra Road South
MANCHESTER
M16 8NH

Auditors

Edmondson & Co
170a London Road
Hazel Grove
STOCKPORT
SK7 4DJ

Bankers

Bank of Ireland
John Dalton Street
MANCHESTER
M2 6BN

MANCHESTER ISLAMIC EDUCATIONAL TRUST LTD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2001

The Trustees present their annual report and the audited financial statements for the year ended 31 August 2001. The Trustees have adopted the provisions of the statement of recommended practice (SORP) "Accounting and Reporting by Charities" issued in October 2000 in preparing the annual report and financial statements of the above Charity.

Trustees:

The Trustees named on page 1 have served throughout the year. The Memorandum and Articles of Association governs the appointment of Trustees. The Board of Trustees is authorised to appoint new Trustees to fill vacancies through resignation or death of an existing Trustees

Investment Power:

The Memorandum and Articles of Association authorises the Trustees to make and hold investments using the general funds of the above Charity. However, no such investments are presently held.

Constitution, object and policies:

Its Memorandum and Articles of Association define the Trustees constitution and its objectives are the advancement of Education and Islamic Education in the United Kingdom, to provide and maintain schools in the United Kingdom for the teaching and education of young persons in the doctrines and practice of the Islamic faith and Arabic language

The policy of the Charitable Trust continues to seek additional finances and support to continue maintaining Islamic schools throughout the year and to establish further Islamic schools as and when funds permit.

The Trustees delegate the day-to-day responsibility for managing schools to appointed school officials. The details of the principal office, bankers and auditors are set out on page 1.

Developments, activities and achievement:

The Trustees consider that the performance of the Charity this year has been most satisfactory. The Manchester Islamic High School for Girls has been maintained by the Trust throughout the year, providing high academic achievements in school league tables. Furthermore, the Boys Grammar school has also been maintained. Both schools are progressing satisfactorily and have gained more number of pupils during the year with steady fee income

The Girls school organised a Presentation evening to celebrate the success of the girls GCSE achievements for the previous academic year. The evening celebrated a community effort

More classes at the new premises of KD school have been renovated due to the rapid promotion of the school due to high academic standards, which have been achieved due to the hard / team work of Trustees, Staff, Parents & Pupils.

Financial Review and Future Developments:

The accounts continued to be in good order. In fact, the fees income at both schools have risen by £174495 following the rapid popularity of the schools within the local community. Expenditure and overheads remained similar to the previous year: The Trustees aim to further expand and preserve the schools' premises.

In summary the target fund balance was approximately in the position, which had been intended at the beginning of the year.

Manchester Islamic Educational Trust Limited

Trustees Report for the year ending 31 August 2001

continued ...

Statement of Trustees' Responsibilities

The Trustees are required by law to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Charity's activities during the year and the financial position at the end of the year.

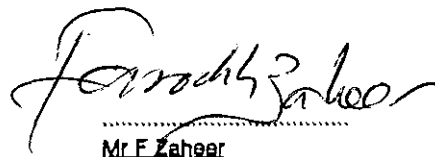
In preparing those financial statements the trustees are required to:

- A. Select suitable accounting policies and apply them where appropriate.
- B. Make judgment and estimates that are reasonable and prudent
- C. State whether applicable standard and statements of recommended practice have been followed, subject to any departures, disclosed and explained in the financial statement.
- D. Prepare the financial statements on a going concern basis, unless it is inappropriate to presume that the above Charity will continue in operation

The Trustees are responsible for keeping proper accounting records, which 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 1993. They are also responsible for safeguarding the assets of the Charity and hence taking responsible steps for the prevention and detection of fraud and other irregularities.

Approval

This report was approved by the Trustees on 30/1/03 and signed on their behalf.



Mr F Zahoor

Manchester Islamic Educational Trust Limited

Report of the independent Auditors to the Directors and Trustees of

Manchester Islamic Educational Trust Limited

We have audited the financial statements of Manchester Islamic Educational Trust Limited for the year ended 31 August 2001 on policies set out on pages 5 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 7

Respective responsibilities of trustees and auditors

As described on page 1 of the charity's trustees who are also the directors of Manchester Islamic Educational Trust Limited for the purposes of company law are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you, if in our opinion, the Report of the Trustees is not consistent with the financial statements, if the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the company is not disclosed.

We read the Report of the Trustees and consider implications of our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with United Kingdom 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 charitable company'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 charitable company's affairs as at 31 August 2001 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Edmondson & Co
Chartered Accountants and Registered Auditors
170A London Road
Hazel Grove
Stockport
Cheshire
SK7 4DJ

4th February 2003

Manchester Islamic Educational Trust Limited

Statement of Financial Activities
for the year ended 31 August 2001

		<u>Unrestricted Funds</u>	<u>Unrestricted Funds</u>
	<u>Notes</u>	<u>2001</u>	<u>2000</u>
<u>Incoming Resources</u>		£	£
Donations raised through fund raising		104208	64217
School Fees		664352	489857
Rent Received and hire of facilities		10185	14572
Books & Misc Sales		35649	27747
		<hr/>	<hr/>
Total Incoming Resources		814394	596393
		<hr/>	<hr/>
 <u>Resources Expended</u>			
 <u>Direct Charitable</u>			
Educational	2	723331	508930
 <u>Other Expenditure</u>			
Establishment	3	77926	46949
Administrative	4	45240	49015
Depreciation	5	14103	13222
		<hr/>	<hr/>
		860600	618116
		<hr/>	<hr/>
 Net Movement in Funds for the Year		(46206)	(21723)
 Funds Brought forward		45404	67127
 Total Funds Carried Forward		(802)	45404
		<hr/>	<hr/>

Manchester Islamic Educational Trust Limited

Balance Sheet as at 31 August 2001

<u>2000</u>		<u>Notes</u>	<u>2001</u>
	<u>Fixed Assets</u>		<u>£</u>
74924	Tangible Assets for use by the Charity	5	79920
	<u>Current Assets</u>		
4801	Debtors	7	7072
39960	Cash at Bank and in Hand		39915
<u>44761</u>			<u>46987</u>
	<u>Current Liabilities</u>		
<u>74281</u>	Creditors - Amount falling due more than one year	8	<u>127709</u>
(29520)	Net Current Assets (Liabilities)		(80722)
<u>45404</u>	Total Assets Less Current (Liabilities)		<u>(802)</u>
	<u>Capital</u>		
<u>45404</u>	Unrestricted Funds		<u>(802)</u>

Approved by the board of directors and trustees on 30 January 2003 and signed
on its behalf by


Mr F Zaheer

Manchester Islamic Educational Trust Limited

Notes to the Accounts for the year ended 31 August 2001

1 Accounting Policies

1.1 Basis of Preparation of Accounts

The financial statements are prepared under the historical cost convention and include the results of the Charity's operations which are described in the Trustee's Report and all of which are continuing.

The financial statements have been prepared in accordance with the Statement of Recommended Practice for Accountancy and Reporting by Charities (SORP 2000) issued in October 2000. applicable accounting standards and the Companies Act 1985

The Charity has taken advantage of the exemption in Financial Reporting Standards No 1 from the requirements to produce a cashflow statement on the grounds that it qualifies as a small Charity.

1.2 Tangible Fixed Assets for use by the Charity and Depreciation

Tangible Fixed Assets for use by the Charity are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of valuation fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Equipment	15% Reducing Balance Basis
Refurbishment	15% Reducing Balance Basis

1.3 Income

Voluntary income and donations are accounted for as received by the charity. The income from fund raising ventures is shown gross, with the associated costs included in the relevant costs in the Statement of Financial Activities.

1.4 Value Added Tax

Value added tax is not recoverable by the Charity, and as such is included in the relevant costs in the Statement of Financial Activities.

1.5 Fund Raising Costs

Fund raising expenditure comprises costs incurred in inducing people and organisations to contribute financially to the charity's work. This includes the cost of advertising for donations and the staging of special fund raising events.

1.6 Management and Administration Expenditure

Expenditure on management and administration of the charity includes all expenditure not directly related to the charitable activities or fund raising ventures. This includes costs of renting and running office premises, staff salaries for administrative staff and audit fees.

Manchester Islamic Educational Trust Limited

Schedule of Overheads/Administrative Expenses
for the year ended 31 August 2001

	<u>2001</u>	<u>2000</u>
	<u>£</u>	<u>£</u>
2 Educational		
Books	35909	44015
Staff Salaries	609497	450462
Training	6700	4384
GCSE Exam Fees	3504	5819
Uniforms	6525	3250
Donations	59600	1000
School trips	1596	---
	<u>723331</u>	<u>508930</u>
3 Establishment		
Telephone	4139	3219
Heat & Light	11102	15775
Rates & Water Rates	3509	7264
Repairs & Maintenance	8257	5660
Sundries, Cleaning & Waste Disposal	19482	15031
Alarm and Security	1437	---
Contributions to School running costs for K D Grammar School	30000	---
	<u>77926</u>	<u>46949</u>
4 Administrative		
Insurance	2517	2304
Accountancy & Book Keeping	3611	2214
Bank Charges	717	326
Travelling Expenses	953	1169
Subscriptions & Copyright	3377	651
Postage, Stationery & Printing	14088	13496
Advertising	16761	23715
Prizes and Awards	2736	5140
Legal Charges	480	---
	<u>45240</u>	<u>49015</u>

Manchester Islamic Educational Trust Limited

Notes to the Accounts for the year ended 31 August 2001

5 Fixed Assets	<u>Improvements and refurbishment to Buildings</u>	<u>Equipment</u>	<u>Total</u>
Cost at 1 Sept 2000	35733	52413	88146
Additions	4318	14781	19099
As at 31 August 2001	<u>40051</u>	<u>67194</u>	<u>107245</u>

Accumulated Depreciation

At 1 Sept 2000	5360	7862	13222
Charge for the Year	5204	8899	14103
At 31 August 2001	<u>40564</u>	<u>16761</u>	<u>27325</u>

Net Book Value

At 31 August 2001	<u>29487</u>	<u>50433</u>	<u>79920</u>
At 31 August 2000	<u>30373</u>	<u>44551</u>	<u>74924</u>

6 **Costs**

No Remuneration was paid to the trustees during the year.

7 **Debtors**

	<u>2001</u>	<u>2000</u>
	£	£
School Fees	3000	4691
Prepayments	4072	110
	<u>7072</u>	<u>4801</u>

8 **Current Liabilities**

Deposits	40500	42000
Creditors & Accruals	87209	32281
	<u>127709</u>	<u>74281</u>

9 **Staff Cost**

	£	£
Wages and Salaries	609497	450462

The average weekly number of staff employed calculated a full time equivalent during the year was as follows

Direct charitable/educational	44	42
-------------------------------	----	----

No employees received remuneration of more than £50000