

Registered Charity no- 1121050  
Registered Company no- 6353941

**ISLAMIC FORUM TRUST LTD**  
(A Company Limited by Guarantee)

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2011**

**ABACUS PARTNERS (LDN) LLP**  
**CHARTERED CERTIFIED ACCOUNTANTS &**  
**REGISTERED AUDITORS**  
**UNIT A, ABBOTTS WHARF**  
**93 STAINSBY ROAD**  
**LONDON E14 6JL**

TUESDAY



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COMPANIES HOUSE

# ISLAMIC FORUM TRUST LTD

(A Company Limited by Guarantee)

## Charity information

**Directors/Trustees** Mr Muhammad Habibur Rahman  
Mr Dilowar Hussain Khan  
Mr Ayub Khan  
Mr Abunur Muslehuddin Faradhi (appointed on 01 09 10)

**Trustees** Mr Abdullah Folik  
Mr Junaid Ahmed

**Company Secretary** Mr Dilowar Hussain Khan

**Company Reg No** 6353941

**Charity Number** 1121050

**Principal Office** London Muslim Centre  
3rd Floor  
38-44 Whitechapel Road  
London E1 1JX

**Independent Auditors** Abacus Partners (Ldn) LLP  
Chartered Certified Accountants  
& Registered Auditors  
Unit A, Abbots Wharf  
93 Stainsby Road  
London E14 6JL

**Bank** Islamic Bank of Britain  
97-99 Whitechapel Road  
London E1 1DL

Barclays Bank Plc  
240 Whitechapel Road  
London E1 1BS

**Solicitors** Davey Son & Jones  
10/12 Dollar Street  
Gloucestershire GL7 2AL

# ISLAMIC FORUM TRUST LTD

(A Company Limited by Guarantee)

FINANCIAL STATEMENTS FOR  
THE YEAR ENDED 31 MARCH 2011

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# ISLAMIC FORUM TRUST LTD

(A company limited by guarantee)

Trustees'/Directors' Report for the

Year ended 31 March 2011

The Trustees present their report and the financial statements for the year ended 31 March 2011

## Governing Instrument

The company, number 06353941, is limited by guarantee. The charity registration number is 1121050

The charity's objects and regulations are regulated by the Memorandum and Articles of Association incorporated on 28 August 2007

## Governance and Principal Officers.

The charity is organised with a Management Committee (Board of Trustees) elected by the members to oversee the overall activities and one of the committee member is nominated as chairperson, to monitor the day to day running of the charity

The following officers of the charity have held office for the whole of the period

Mr A M Faradhi	Chairman
Mr Dilowar Hussain Khan	Secretary
Mr Ayub Khan	Treasurer

A full list of directors/trustees is on Charity Information page

The trustees are eligible, in committee, to appoint additional trustees under the terms of the Deed

## Principal Objects of the Charity

- 1) To promote the religious education of Muslims and non-Muslims in the Islamic faith
- 2) To promote justice and equality amongst all Muslims and non-Muslims irrespective of race, culture and other differences
- 3) To relieve poverty and sickness of Muslims either in the UK or abroad

## Activities and Achievements

In line with our objects and plans, IFT provided a wide range of educational programmes throughout its centres. These included weekly Islamic study circles, Arabic language and Quran classes for men, women and children. IFT also continues to run a number of weekend and evening schools in its centres.

Open days and Islamic cultural exhibitions continued to be held throughout IFT centres and other mosques. A series of training sessions for volunteers were held in different cities to help prepare them to organise open days and cultural exhibitions. A number of interfaith programmes also took place.

IFT continued to hold conferences and seminars with partner organisations to tackle a number of community, social, justice and health issues.

In this period the charity acquired a new property in Lozells, Birmingham. New policies and local management structures have been refined to ensure the proper maintenance and upkeep of IFT centres.

# ISLAMIC FORUM TRUST LTD

(A company limited by guarantee)

Trustees'/Directors' Report for the

Year ended 31 March 2011

## Public Benefit

The core services of the organisation are accessed free of charge. The formal education classes for are heavily subsidised to the public. The Trustees regularly engage in direct feedback from stakeholders to ensure that it is responding to local needs in the most efficient and effective way.

All the IFT centres facilities are available for hire at competitive rates and provides significant discounts to charities and community initiatives, thus creating greater accessibility for all. The Trust makes provision for those with the greatest financial needs through its Zakat and Fitra funds.

The positioning of the organisations sets itself a great responsibility to respond to wider issues facing the community, and it provides leadership in addressing issues of community tensions such as Islamophobia, racism, community safety, education and unemployment.

## Risk Management

The trustees identify risks associated with the activities of the organisation. The Trustees have reviewed the organisations position with respect to income, expenditure, gearing, staffing levels, etc and have appropriately mitigated to reduce any possible risks.

## Review of Transactions and Financial Position

The charity's income was £503,526 in the year ended 31 March 2011 (2010 £1,087,892). The total expenditure amounted to £226,741 in the year ended 31 March 2011 (2010 £259,178). The fund balance carried forward at 31 March 2011 was £1,795 on restricted funds and £2,579,616 on unrestricted funds. The full Statements of Financial Activities is set out on page 6 of these accounts.

## Reserves Policy

The board of trustees consider that all bank loan and Qarde-e-Hasana (private interest free loan) were taken against fixed assets and the fund as at balance sheet date was £2,581,411. The fund that is available for immediate expenditure was £677,967 after current liabilities. This amount is well above the reserve level set for 3 months operational expenditure (£56,685), which the charity adopted in its last reserve policy review. The charity is considering further investment or redemption of loan keeping reserve level similar. There are regular rental income and regular small donations from large number of volunteers throughout the UK and no such risk of shortfall of income which will hinder regular activities of the charity.

# ISLAMIC FORUM TRUST LTD

(A company limited by guarantee)

Trustees'/Directors' Report for the

Year ended 31 March 2011

## Trustees' responsibilities

Company and charity 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 surplus or deficit of the charitable company for that period. In preparing those financial statements, the trustees are required to -

- 1 select suitable accounting policies and then apply them consistently
- 2 make judgments and estimates that are reasonable and prudent
- 3 prepare the financial statements on the going concern basis unless it is inappropriate to presume that the 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 and the Charities Act 1993. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## Auditors'

An independent audit was carried out by Abacus Partners (Ldn) LLP, Chartered Certified Accountants.

The company elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary, Abacus Partners (Ldn) LLP will continue in office.

This report was approved by the trustees on 20 January 2012 and signed on its behalf.



Mr Dilowar Hussain Khan

Secretary

**REPORT OF THE INDEPENDENT AUDITORS TO THE DIRECTORS/TRUSTEES OF  
ISLAMIC FORUM TRUST LTD  
(A Company Limited by Guarantee)**

YEAR ENDED 31 MARCH 2011

We have audited the financial statements of Islamic Forum Trust for the year ended 31 March 2011, which comprise of the Statement of Financial Activities, the Balance Sheet, and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's directors/trustees as a body, in accordance with the Companies Act 2006 and SORP. Our audit work has been undertaken so that we might state to the company's directors/trustees those matters we are required to state to them in an auditor's 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 directors/trustees as a body, for our audit work, for this report, or for the opinion we have formed.

**Respective responsibilities of Directors/ Trustees and Auditors:**

The directors' responsibilities for preparing the directors' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of directors' Responsibilities.

We have been appointed as auditors under the Companies Act 2006 and the Charities Act 1993 and report in accordance with regulations made under 44 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International 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 2006. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, or if we have not received all the information and explanations we require for audit.

We are not required to consider whether the statement in the Directors' Report concerning the major risks to which the company is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the company's risk management and control procedures.

We read other information contained in the Directors' Report and consider whether it is consistent with the audited financial statements. We consider the implication for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

**Basis of Opinion**

We conducted our audit in accordance with International Standards on Auditing 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE DIRECTORS/TRUSTEES OF  
ISLAMIC FORUM TRUST LTD  
(A Company Limited by Guarantee)**

**Year ended 31 March 2011**

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 misstatements, 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 March 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the Trustees' Report is consistent with the financial statements

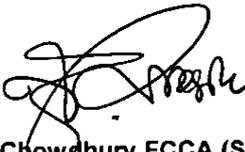
**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Trustees/Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

**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 directors' remuneration specified by law are not made, or
  - we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Trustees'/directors' report



**N A Chowdhury FCCA (Senior Statutory Auditor)**  
for and on behalf of Abacus Partners (Ldn) LLP  
Chartered Certified Accountants and  
Registered Auditors  
Unit A, Abbots Wharf  
93 Stainsby Road  
London E14 6JL

21 January 2012

**ISLAMIC FORUM TRUST LTD**  
(A Company Limited by Guarantee)  
**STATEMENTS OF FINANCIAL ACTIVITIES FOR THE**  
**YEAR ENDED 31 MARCH 2011**

	Notes	Unrestricted £	Restricted £	Total 2011 £	Total 2010 £
<b>INCOMING RESOURCES</b>					
Rental Income		157,071		157,071	141,447
Donation received		324,541		324,541	934,385
Muslim Aid			9,500	9,500	12,000
HMRC Gift Aid		12,408		12,408	
Others Income		6		6	60
		<u>494,026</u>	<u>9,500</u>	<u>503,526</u>	<u>1,087,892</u>
<b>RESOURCES EXPENDED</b>					
Direct Charitable expenditure	2	146,601	10,578	157,179	199,474
Management and Administration	3	67,567	-	67,567	56,795
Finance Charges Islamic Bank		1,995	-	1,995	2,909
<b>Total Resources Expended</b>		<u>216,163</u>	<u>10,578</u>	<u>226,741</u>	<u>259,178</u>
<b>TOTAL INCOME /DEFICIT FOR THE YEAR</b>		277,863	- 1,078	276,785	828,714
<b>Funds as at 1 April 2010</b>		2,301,753	2,873	2,304,626	1,475,912
<b>Funds as at 31 March 2011</b>		<u><u>2,579,616</u></u>	<u><u>1,795</u></u>	<u><u>2,581,411</u></u>	<u><u>2,304,626</u></u>

The notes on pages 8 to 10 form part of these accounts

# **ISLAMIC FORUM TRUST LTD**

(A Company Limited by Guarantee)

## **BALANCE SHEET AS AT 31 MARCH 2011**

	Notes	2011	Total	Total
		£	£	2010
				£
<b>FIXED ASSETS</b>				
Freehold Buildings			4,618,759	4,435,716
Long leasehold Buildings			31,849	31,849
Furniture, fixture and fittings			<u>31,042</u>	<u>38,802</u>
	4		4,681,650	4,506,367
<b>CURRENT ASSETS</b>				
Rent debtor		-		13,683
Other debtors	5	66,366		47,134
Cash at bank and in hand		<u>868,951</u>		<u>132,670</u>
		935,317		193,487
<b>LESS CURRENT LIABILITIES</b>				
Other creditors	6	<u>257,350</u>		<u>76,248</u>
Net current assets			<u>677,967</u>	<u>117,239</u>
<b>Total assets less current liabilities</b>			<u>5,359,617</u>	<u>4,623,606</u>
<b>LONG TERM LIABILITIES</b>				
Private loan	7	699,769		87,880
Bank Loan	8	<u>2,078,437</u>	<u>2,778,206</u>	<u>2,231,100</u>
			<u>2,581,411</u>	<u>2,304,626</u>
<b>FUNDS</b>				
<b>Restricted</b>			1,795	2,873
<b>Unrestricted</b>			2,579,616	2,301,753
<b>Total Fund</b>			<u>2,581,411</u>	<u>2,304,626</u>

This accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities ( April 2008) relating to small Companies

Approved by the Board of Directors/Trustees on 20 January 2012 and signed on it's behalf by

Mr A M Faradhi  
Chairman

Mr D H Khan  
Secretary

The notes on pages 8 to 10 form part of these accounts

# **ISLAMIC FORUM TRUST LTD**

(A Company Limited by Guarantee)

## **Notes to the accounts for the year ended 31 March 2011**

### **1. ACCOUNTING POLICIES:**

#### **1.1 Basis of preparation of accounts**

The financial statements have been prepared under the historical cost convention and in accordance with Companies Act, SORP and the Financial Reporting Standard for Smaller Entities

#### **1.2 Tangible fixed assets and depreciation**

Fixed assets are for use by the charity in fulfilling its main objects and are capitalised and depreciated Depreciation provided on the reducing balance method as follows

Fixture, fittings and equipments 20% per annum on Reducing Balance

#### **1.3 Donations receivable:**

Donations including the donations for the purchase of fixed assets are recognised in full in the accounts in the year in which they are received and all donations received are treated as unrestricted fund

<b>2 Direct Charitable Expenditure</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2011 Total £</b>	<b>2010 Total £</b>
Rent, Rates and Water	29,759		29,759	32,430
Wages & NIC	67,798		67,798	66,295
Telephone	4,987		4,987	5,294
Electricity & Gas	7,549		7,549	10,867
Property Insurance	8,411		8,411	6,481
Cleaning, Repairs and maintenance	10,830		10,830	8,174
Donations			-	22,000
Oldham Fund raising & Conf Exp	13,795		13,795	27,288
Printing, postage and stationery	269	1,500	1,769	3,038
Legal & Professional Fees	1,510		1,510	4,177
Staff Training Expenses	142		142	-
Travelling and Subsistence	938		938	3,548
Casual Worker		9,078	9,078	9,193
Sundry Expenses	613		613	689
	<b>146,601</b>	<b>10,578</b>	<b>157,179</b>	<b>199,474</b>

## ISLAMIC FORUM TRUST LTD

(A Company Limited by Guarantee)

### Notes to the accounts for the year ended 31 March 2011

<b>3. Management And Administration</b>	Unrestricted Funds £	Restricted Funds £	2011 Total £	2010 Total
Rent and rates	9,919		9,919	8,108
Wages & NIC	27,316		27,316	27,794
Project & Strategy	11,615		11,615	-
Insurance	666		666	387
Telephone	1,662		1,662	1,324
Electricity & Gas	2,516		2,516	2,717
Printing, postage and stationery	590		590	759
Bank and Credit Card Charges	723		723	1,300
Auditors' remuneration	4,800		4,800	4,705
Depreciation of fixture, fittings & equipments	7,760		7,760	9,701
	67,567	-	67,567	56,795
 <b>4 TANGIBLE FIXED ASSETS:</b>				
	Long lease Land & Buildings £	Freehold Land & Buildings £	Fixture & Fittings £	Total £
At Cost 1 April 2010	31,849	4,435,716	78,004	4,545,569
Additions		183,043		183,043
Improvement				0
	31,849	4,618,759	78,004	4,728,612
Depreciation b/fwd			39,202	39,202
Depreciation for the year			7,760	7,760
	0	0	46,962	46,962
Net book value at 31 03 2011	31,849	4,618,759	31,042	4,681,650
Net book value at 31 March 2010	31,849	4,435,716	38,802	4,506,367
 <b>5. OTHER DEBTORS.</b>				
			2011 £	2010 £
Loan & other debtors			47,000	36,000
Prepayment			19,366	11,134
			66,366	47,134

## **ISLAMIC FORUM TRUST LTD**

(A Company Limited by Guarantee)

### **Notes to the accounts for the year ended 31 March 2011**

<b>6. OTHER CREDITORS.</b>	<b>2011</b>	<b>2010</b>
	<b>£</b>	<b>£</b>
Rent Deposits and in advance	34,783	30,450
Accruals	9,785	5,631
IFE and Others	37,840	37,840
Paye Liabilities	-	257
Others	-	2,070
Private Loan	174,942	-
	<u>257,350</u>	<u>76,248</u>

#### **7 PRIVATE LOAN**

Called Quad e Hasanah received from its benefactors, known to the trustees and the charity is only under the moral obligation to repay on demand by lender but there is no interest to be paid nor any security/charge given

#### **8 BANK LOAN**

NatWest bank's loan of £2,037,120 has been settled after the year end and has been refinanced with a new bank loan as well as Private loan

#### **9 CONTROL**

The Executive committee of Islamic Forum Europe is the board of directors/trustees of Islamic Forum Trust

#### **10 RELATED PARTY TRANSACTIONS:**

As at 31 03 2011, the charity owed £37,840 to Islamic Forum of Europe

#### **11 Trustees' Remuneration**

None of the Directors'/Trustees' were remunerated during the financial year