

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY
MOSQUES AND ISLAMIC CENTRE OF EDINBURGH
TRUST LIMITED**

**(a charitable company limited by guarantee
and not having share capital)**

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

**Registered Company No: SC203582
Registered Scottish Charity No: SC029809**



**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

CONTENTS	PAGE
Report of the Trustees	1 – 8
Independent Auditor's Report	9 - 12
Statement of Financial Activities (incorporating the Income and Expenditure Account)	13
Balance Sheet	14
Statement of Cash Flows	15
Notes to the Financial Statements	16 - 27

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ending 31 March 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

Purposes

The purposes of the company shall be wholly charitable. The Mosque King Fahad and Islamic Centre of Edinburgh was established in February 2000 with its objectives being:-

- The advancement of the religion of Islam in accordance with the Tenets and Doctrines of Holy Qur'an and Sunnah (the practice of Holy Prophet Muhammad "Peace be upon him")
- The advancement of the education of Muslim children in accordance with the Tenets and Doctrines of Islam
- The relief of such Muslims who are poor and needy.

For the purposes of furthering the attainment of the above charitable objectives the charitable company may exercise, all or any, of the following powers:-

- The establishment and maintenance of the Mosque and Madrassahs (Islamic Schools) for the religious education of Muslim children;
- To render help and facilities for the performance of religious rites on occasions of marriage, death etc.;
- To maintain cemeteries and provide facilities for burials;
- To organise collection and disbursement of Zakat (obligatory payment of alms and Fitra);
- To organise religious activities;
- To publish or to provide for publication of books for use as texts as otherwise in Madrassahs (Islamic Schools) or similar institutions; and
- To cooperate with other bodies having similar or sympathetic aims and generally to do all such other acts necessary to further the objectives of the Trust.
- The building of a mosque and;
- The founding of a religious and cultural centre in Edinburgh for the Muslim community.

Activities

The principle activities of the Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh during the year were:-

- Providing a suitable and comfortable place for worship and washroom facilities which allowed for the conducting and performance of five congregational prayers daily, Friday sermons and prayers, funeral prayers, celebratory eid prayers and the taraweeh and tahajjud prayers each night of the month of Ramadan.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

Activities (continued)

- Providing regular religious classes for men and women on various topics of the Islamic faith, including but not limited to: Aqidah, Fiqh, Tafsir, Seerah, Tajweed and Arabic Language.
- Offering continued support and learning to those interested in accepting Islam and becoming Muslim.
- The operation of a comprehensive set of online classes for children to teach them Islamic Studies, Quranic Recitation and Memorisation.
- Continued to re-establish connections and relationships with different organisations, institutes and individuals post-pandemic, and welcoming their activities back into the Mosque to foster good relationships, understanding about the religion of Islam and the Muslim Community.
- Conducting visits and tours of the Mosque with local Primary and Secondary Schools and other Educational Institutions
- Hold events throughout the year such as Islam Festival Edinburgh, Doors Open Day and Visit My Mosque day to encourage engagements from the wider non-Muslim Community with an aim to break down misconceptions and stereotypes surrounding Islam and Muslims
- Providing a special program of educational and religious events and activities to mark the month of Ramadan

Volunteers

The Trustees would like to acknowledge the continued contribution and hard work of numerous volunteers throughout the year, particularly to help with arrangements made in relation to operating during the pandemic. Their efforts have helped to complement the day-to-day operation of the Mosque and provision of services to the community.

Grant making policy

The charity makes hardship payments in the form of Zakat Al-Maal and Sadaqah to eligible individuals during the year. The charity also collects Zakat Al-Fitr from the community at the end of the month of fasting and selects a reputable Islamic Welfare charity to distribute this to the poor and needy in other parts of the world before the Eid celebration, in-line with Islamic Law.

Achievements and performance

The principle achievements of The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh during the financial period were:-

- Return of our educational program for people interested in Islam and those who have recently embraced the faith to in-person delivery, while also maintaining the option of attending remotely, providing wider reach and easier accessibility.
- Provision of Eid prayers at the two Eid festivals as well as two community parties with free refreshments and entertainment for the kids, finally back to our usual provision post-pandemic.
- Creating and implementing a special educational program with additional classes throughout the month of Ramadan delivered in-person
- Regularly hosting events and activities for the benefit of the community which include working with other third party organisations where objectives are similar to that of the Mosque or are aimed at benefiting the Muslim Community.
- Organising an annual Quran Competition for the community during the Month of Ramadan to encourage memorisation and recitation of it, including the provision of prizes and awards for winners and participants.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

Achievements and performance (continued)

- Participating in the wider Fringe Festival by holding our Islam Festival 2022 for a full three week compared to limited version in 2021 coming out of the covid-19 pandemic. The Islam Festival is an integral yearly event to help foster understanding of Islam and Muslims amongst the wider non-Muslim population.
- Our online provision of Education for Children has continued to expand and grow and will remain as an alternative avenue to access religious education for those who find it more convenient or are located far from the Mosque. It has undergone a curriculum review for teaching Quran, and we have added additional levels and engaged more self employed qualified teachers, expanded capacity from 284 spaces last year to a total of 320 spaces over 41 classes this year.
- Recruiting a part-time Visits and Events Coordinator to restart educational visits to the mosque from local Primary and High schools, Universities, and other community groups or individuals interested in learning about Islam and the Muslim Community, and to assist with co-ordinating the various events that the Mosque holds throughout the year.
- Recruiting a full-time Facilities Manager to assist with building maintenance, improvement, and health and safety compliance.
- Establishing the Refreshing our Faith series, which are monthly lectures with guest speakers aimed at refreshing and revitalising faith of the congregation and Muslim community.
- Participating in the nation-wide Fajr Knights challenge for children, which challenges the youth to attend the Fajr (dawn) prayer at the mosque in congregation.
- Organising and delivering special workshops for the youth during the winter break, which brought together notable Imams/Speakers from other mosques and cities across Scotland over two weekends.

Financial Review

The Charity generated a deficit in the year of £191,876 (2021: surplus of £82,891). The total income amounted to £190,300 (2021: £431,479), of which £160,352 (2021: £415,326) was unrestricted and £29,948 (2021: £16,153) was restricted. At the balance sheet date, the unrestricted reserves were £3,534,504 (2021: £3,725,182), the restricted reserves were £12,891 (2021: £14,089) giving total reserves of £3,547,395 (2021: £3,739,271).

Risk management

Operational

The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh has been without an Executive (managing) director since 2017. Interviews were conducted and a suitable candidate was selected, however there have been delays in obtaining a work visa for the candidate.

Strategy to manage risk: The Board will discuss the delay in issuing the work visa and liaise with the immigration lawyer to decide what needs to be done next.

Legal/Financial

The charity has, at present, an issue with title deeds in regards to the land and premises from which it operates. The issue presents several legal and financial challenges for the charity, and with the passing of time the situation risks becoming more complicated to rectify.

Strategy to manage risk: The Board still requires to find and make contact with one individual from the Mosque and Islamic Centre of Edinburgh Trust and will strive to contact the families of those trustees who are believed to have passed away to obtain a copy of the relevant death certificates.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

Risk management (continued).

Health Safety

Due to lack of funding the charity has been without a facilities manager for a number of years which coincided with the Covid-19 pandemic. Certain aspects of building and facilities maintenance/repairs and general health and safety matters not directly linked to covid-19 have not been given as much attention throughout the pandemic and these now need to be prioritised.

Strategy to manage risk: With the recent employment of a full-time facilities manager a full assessment of the building and facilities will be made to document where repairs and improvements can be made. A full health and safety audit will be conducted in collaboration with our Health and Safety advisors to ensure compliance.

Operational/Financial

The current car park equipment is old and outdated, and frequently fails giving a number of faults. Currently, where a fault is found, a Mosque employee will need to attempt to fix it in the first instance taking them away from their main responsibilities. If the Mosque employee is not able to fix the issue then the car park may need to be completely closed until an engineer can attend, which represents a loss of potential income from the trading subsidiary.

Strategy to Manage risk: Work with the trading subsidiary ECM Trading to find a suitable solution such as employing a car park personnel to manage issues as they arise, reducing the need for Mosque staff to be taken away from their main responsibilities, or upgrading the whole system which would provide an overall better experience for both customers and staff.

Reserves

At the end of the year the Charity had a surplus on unrestricted funds of £1,103 (2021: surplus of £143,666) excluding the Mosque property and other fixed assets of £3,533,401 (2021: £3,581,416) which is held in a designated fund as shown in note 16. The donations from the congregation and the continued support from the Muslim World League contributed to this surplus position. At the end of the year the Charity had total funds of £3,547,395 (2021: £3,739,271), of which £3,534,504 (2021: £3,725,182) was unrestricted and £12,891 (2021: £14,089) was restricted.

The Mosque aims to maintain a minimum reserve of one month of overhead expenditure being approximately £40,000 at current annual spend levels in order to meet the costs of day-to-day operations. To achieve this the Mosque will work with the trading subsidiary ECM (Trading) Limited in order to maximise the amount available to be gifted to the Mosque by looking at management efficiencies in the operation of the car park by ECM (Trading) Limited to increase revenue and reduce costs. Additionally the Mosque will work with the Muslims World League on budgeting for the centre to ensure sufficient funds are received from them. The reserves policy was not achieved for 2022 but is expected to be met during 2022/23.

Principal Funding Sources

The principal funding sources for the charity were donations from the Muslim World League, donations from worshipers and gift aided payments from the trading subsidiary company.

Going concern

At the balance sheet date the Charity has net current assets of £13,994 (2021: £157,755). The ability of the Charity to continue as a going concern is dependent on the ability of the Charity to secure funds sufficient to be able to settle liabilities as they fall due. The Muslim World League has confirmed their support of the Charity to meet the day-to-day running costs and the costs of any additional activities required.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

Going concern (continued)

The Board of Trustees have reviewed this position and are satisfied that through continued donations and other sources of income in the forthcoming year that liabilities will be met as they fall due. On this basis the Trustees have prepared the Financial Statements on the going concern basis.

Plans for the future

Going forward the Board of Trustees aim to:

- Ensure financial support from the Muslim World League is received in a timely manner to maintain current operational levels and continue to rectify the deficit on reserves.
- Explore ways in which to encourage the community to continue to re-engage with the Mosque so they may benefit from the services the charity offers.
- Review the current organisational policies, procedures and consider any necessary training for employees for volunteers to improve daily operations and provision of services.
- Continue to expand on the provision of religious and educational activities offered to the community.
- Continuously review and evaluate the new curriculum and teaching methods for the online classes.
- Conduct a review of and update the educational policies and procedures.
- Conduct a full health and safety audit of the building and facilities to ensure compliance and make improvements where necessary.
- Work with the trading subsidiary ECM Trading to upgrade the car park equipment and hardware to provide a more automated and streamlined customer experience and reduce faults and/or errors and thus reducing the need for staff input.
- Work with the trading subsidiary ECM Trading to complete a basic renovation of the first floor of Chapel House which would allow the floor to be used for additional community activities and events when necessary e.g iftar during Ramadan this coming March 2023, where weather will no longer be suitable to use the tent outside.
- Carry out building works to address a long standing plumbing issue with a toilet cubicle in the women's washroom that requires complete replumbing underground.
- Curate and create gift packs that will be given a) to individuals who embrace Islam and become Muslim, to ensure they are properly equipped to embrace their new way of life and b) to visitors who book a tour of the Mosque, to ensure they are able to take away further educational information about Islam, the Muslim Community and the Mosque.
- Establish relationships with other organisations to help direct community members towards other services that may help in other areas of their life such as financial, housing, employment, immigration issues etc which will aid in improving their life experience in the UK.
- Increase revenue from donations by adding more card/contactless donation points in the building.

In the event of the Trust winding up, every member of the Trust undertakes to contribute to the assets of The Mosque King Fahad and Islamic Centre of Edinburgh an amount not exceeding £1 each.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

Trustees, Recruitment and Appointment of New Trustees

The Trustees of the Charity (who are also Directors of the company for company law purposes) are appointed when an application for membership has been approved by the Board. The Trustees agree the board strategy including consideration of resources expended, reserves and risk management policies and performance.

Structure, governance and management

Constitution

The Charity was incorporated on 3 February 2000. The company is a charitable company limited by guarantee with no share capital. The company's purposes and powers are prescribed by, and it is governed in accordance with, its Memorandum and Articles of Association.

All Trustees receive a briefing ahead of participation in their first Board meeting and undertaking duties in their role as Trustee.

Organisational Structure

The Trustees meet regularly, to oversee the operation of the Charity and determine its strategic direction and policies. A scheme of delegation is in place whereby the day-to-day responsibility for operation and administration rests with the Executive Director and Assistant, supported by their staff team.

Pay policy for senior staff

The Trustees consider the Executive Director and Assistant Director to be the key management personnel of the charity. The pay of the senior staff is reviewed annually and normally increased in accordance with average earnings.

Related Parties and group structure

Included in the group is one subsidiary company, ECM (Trading) Limited, which operates the Mosque kitchen and car park.

Company information

The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh Trust Limited is also referred to as The Mosque King Fahad and Islamic Centre of Edinburgh and known as Edinburgh Central Mosque.

Registration

Registered Company No: SC203582

Registered Scottish Charity No: SC029809

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

Company information (continued)

Trustees

Dr Hamad Al-Majed

Mr A Thabet

Dr A Makhdoom

Dr A Al-Dubayan

Mr S Ahmed

His Excellency Dr A Al Zaid (Vice Chair)

Mr S Alhamdan (resigned 3 March 2022)

His Excellency Dr M Alissa (Chair)

Mr N Alshareef

Mr M Arshad

Key Management Personnel

Dr Mohamed Hashim Acting Executive Director

Operational and Registered Office Address

50 Potterrow

Edinburgh

EH8 9BT

Senior Statutory Auditor

Kevin Cattanaach

Auditor

Whitelaw Wells

9 Ainslie Place

Edinburgh

EH3 6AT

Banker

The Royal Bank of Scotland plc

142 – 144 Princes Street

Edinburgh

EH2 4EQ

Solicitor

Lindsays

Caledonian Exchange

19a Canning Street

Edinburgh

EH3 8HE

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 MARCH 2022

Trustees' responsibilities

The Charity Trustees (who are also the directors of The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh Trust Limited for the purposes of company law) are responsible for preparing a Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each 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 the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that 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 Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Statement as to disclosure of information to auditors

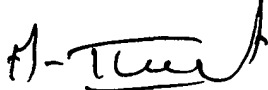
So far as the Trustees are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each Trustee has taken all the steps he ought to have taken as a Trustee in order to make himself aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

Auditors

A resolution to re-appoint Whitelaw Wells as auditors for the ensuing year will be proposed at the annual general meeting.

This report has been prepared in accordance with the provision of Part 15 of the Companies Act 2006 applicable to small companies.

On behalf of the Board



Mr A Thabet
Director

29 November 2022

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED
FOR THE YEAR ENDED 31 MARCH 2022

Qualified opinion

We have audited the financial statements of The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh Trust Limited (the 'charitable company') for the year ended 31 March 2022, which comprise the Statement of Financial Activities (incorporating the Income and Expenditure Account), the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Accounting Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its net income or 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 Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for qualified opinion on financial statements

With respect to fixed assets having a carrying amount of £3,513,548 the audit evidence available to us was limited because we were unable to agree legal title of the property with a carrying value of £3,513,548.

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs UK) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion, except for the matters referred to below.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' trustees' (who are also the directors of the company for company law purposes) use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED
FOR THE YEAR ENDED 31 MARCH 2022

Other information

The other information comprises the information in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors, prepared for the purposes of company law and included with the Report of the Trustees, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors, included within the Report of the Trustees, has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report, included in the report of the trustees.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006, Charities and Trustees Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept; or
- The financial statements are not in agreement with the accounting records; 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' exemptions in preparing the directors' report, included within report of the trustees, and from the requirement to prepare a strategic report.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED
FOR THE YEAR ENDED 31 MARCH 2022

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 8, 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities that result from fraud are inherently more difficult to detect than irregularities that result from error.

From enquiries of those charged with governance, it was determined that the risk of material misstatement from fraud was low with little scope for fraud to occur. Our audit testing is designed to detect material misstatements from fraud where there is not high level collusion.

Our audit testing was designed to detect material misstatements from other irregularities that result from error where there is not high level concealment of the error. In this regard the following audit work was undertaken: applicable laws and regulations were reviewed and discussed with management; senior management meeting minutes were reviewed; internal controls were reviewed; and journals were reviewed. From this audit testing it was determined that the risk of material misstatement in this regard was low.

We performed income and expenditure testing which was designed to identify any irregularities as a result of mistakes or human error. From this audit testing it was determined that the risk of material misstatement in this regard was low.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**


FOR THE YEAR ENDED 31 MARCH 2022

Auditor's responsibilities for the audit of the financial statements (continued)

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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, and the trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). 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 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 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.



Kevin Cattnach

29 November 2022

Senior Statutory Auditor

for and on behalf of Whitelaw Wells, Statutory Auditor

Whitelaw Wells is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

9 Ainslie Place

Edinburgh EH3 6AT

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)**

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted £	Restricted £	2022 £	2021 £
Income and endowments from:					
Donations and legacies					
Donations		62,093	14,141	76,234	310,214
Gift aid from subsidiary		95,735	-	95,735	116,929
Charitable activities					
Class fees		511	15,807	16,318	3,832
Investments					
Interest		7	-	7	4
Other income		2,006	-	2,006	500
Total income	4	160,352	29,948	190,300	431,479
Expenditure on:					
Charitable activities	5	349,536	32,640	382,176	348,588
Total expenditure		349,536	32,640	382,176	348,588
Net (expenditure) / income	6	(189,184)	(2,692)	(191,876)	82,891
Transfers between funds		(1,494)	1,494	-	-
Net movement in funds		(190,678)	(1,198)	(191,876)	82,891
Reconciliation of funds					
Total funds brought forward		3,725,182	14,089	3,739,271	3,656,380
Total funds carried forward	16	3,534,504	12,891	3,547,395	3,739,271

All income and expenditure relates to continuing operations.
The notes on pages 16 to 27 form part of these Financial Statements.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

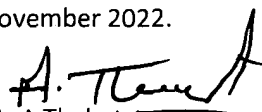
BALANCE SHEET

AS AT 31 MARCH 2022
Company Number: SC203582

	Notes	£	2022 £	£	2021 £
FIXED ASSETS					
Tangible fixed assets	8		3,533,301		3,581,416
Investments	9		100		100
			<hr/>		<hr/>
			3,533,401		3,581,516
CURRENT ASSETS					
Stock		324		406	
Debtors	10	4,829		12,901	
Cash at bank and in hand		37,784		170,114	
		<hr/>		<hr/>	
		42,937		183,421	
CREDITORS: amounts falling due within one year					
	11	(28,943)		(25,666)	
		<hr/>		<hr/>	
NET CURRENT ASSETS			13,994		157,755
			<hr/>		<hr/>
NET ASSETS			3,547,395		3,739,271
			<hr/>		<hr/>
Represented by:					
Restricted funds	16		12,891		14,089
Unrestricted funds	16		3,534,504		3,725,182
			<hr/>		<hr/>
NET ASSETS			3,547,395		3,739,271
			<hr/>		<hr/>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

These Financial Statements were approved and authorised for issue by the Board of Trustees on 29 November 2022.


Mr A Thabet
Director

The notes on pages 16 to 27 form part of these Financial Statements

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

STATEMENT OF CASH FLOWS

AS AT 31 MARCH 2022

	Note	2022 £	2021 £
Cash flows from operating activities:			
Net cash (used)/ provided by operating activities below		(131,887)	106,209
		<hr/>	<hr/>
Cash flows from investing activities:			
Purchase of fixed assets		(450)	-
Interest received		7	4
		<hr/>	<hr/>
Net cash provided by investing activities		(443)	4
		<hr/>	<hr/>
Change in cash and cash equivalents in the year		(132,330)	106,213
Cash and cash equivalents at the beginning of the year		170,114	63,901
		<hr/>	<hr/>
Cash and cash equivalents at the end of the year		37,784	170,114
		<hr/> <hr/>	<hr/> <hr/>

Reconciliation of net income to net cash flow from operating activities

	2022 £	2021 £
Net (expenditure)/income for the year (as per Statement of Financial Activities)	(191,876)	82,891
<u>Adjusted for:</u>		
Depreciation charge	48,565	48,558
Interest received	(7)	(4)
Decrease / (increase) in debtors	8,072	(4,216)
Decrease / (increase) in stock	82	(406)
Increase / (decrease) in creditors	3,277	(20,614)
	<hr/>	<hr/>
Net cash (used) / provided by operating activities	(131,887)	106,209
	<hr/>	<hr/>

The notes on pages 16 to 27 form part of these Financial Statements

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1. Legal and administrative information

The company is limited by guarantee and was incorporated in Scotland. The company registration number and registered office is noted on the information page within these Financial Statements. The principal activity is stated in the Trustees' Report.

2. Accounting policies

a. Basis of preparation of Financial Statements

The Financial Statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charity and Trustee Investment (Scotland) Act 2005 the Companies Act 2006.

These financial statements contain information about The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh Trust Limited as an individual charity and do not contain consolidated financial information as the parent of a group.

The preparation of the Financial Statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the company's accounting policies (see Note 3).

The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh Trust Limited constitutes a public benefit entity as defined by FRS 102.

b. Going concern

At the balance sheet date the Charity has net current assets of £15,727 (2021: net assets of £157,755) and a surplus on general funds of £1,103 (2021: surplus of £143,666). The ability of the Charity to continue as a going concern is dependent on it being able to secure funds sufficient to be able to settle its liabilities as they fall due. The Muslim World League have confirmed their support of the Charity to a level to allow the Charity to meet the day-to-day running costs, and costs of any additional other activities required, and to meet its liabilities as they fall due.

The Board of Trustees have reviewed this position and have prepared projections to 31 March 2023. Through continued donations and other sources of income in the forthcoming year they conclude liabilities will be met as they fall due. On this basis the Trustees have prepared the Financial Statements on the going concern basis. This assessment of going concern includes the expected impact of COVID-19 to the entity in the 12 months following the signing of these financial statements.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (cont.)

c. Income

All income is included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Donations are included in full in the Statement of Financial Activities when receivable. Income from activities for generating funds is recognised as earned, as the related services are provided.
- Gift aid from subsidiaries is recognised in the year in which the distribution is declared by the subsidiary.
- Investment income is included when receivable.

d. Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Designated funds are unrestricted funds which have been earmarked by the Trustees for a specific purpose.

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

e. Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation, with items costing in excess of £500 capitalised.

Depreciation is provided at rates calculate to write off the costs of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold land and buildings	100 years straight line on cost
Fixtures and fittings	10 years straight line on cost
Plant and equipment	5 years straight line on cost

f. Cash and cash equivalents

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening deposit or similar account.

g. Financial instruments

The Charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

2. Accounting policies (cont.)

h. Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

These are allocated as between charitable expenditure and Governance costs. The charity is not registered for VAT and, accordingly, expenditure is shown gross of irrecoverable VAT.

Charitable expenditure is incurred in direct pursuance of the charity's principal objects and as set out in the Trustees' Report.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include governance costs which support the charity's programmes and activities. These costs include the expenses of Trustee meetings, the statutory audit and legal and professional fees.

i. Taxation

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

j. Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to profit or loss in the period to which they relate.

3. Judgements and estimates

In preparing these Financial Statements, the Directors have made the following judgements:

Fixed assets (Note 8)

Determining whether there are indicators of impairment of the organisation's tangible assets. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the assets. Tangible fixed assets are depreciated over their useful lives taking into account residual values where appropriate.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

4. Income

	Unrestricted £	Restricted £	2022 £	2021 £
Income from:				
Donations and legacies				
Gift aid donation – from subsidiary	95,735	-	95,735	116,929
General donations	56,942	20	56,962	19,137
Offerings	1,151	14,121	15,272	12,270
Job Retention Scheme	4,000	-	4,000	34,328
Funds from Muslim World League	-	-	-	244,479
	<hr/>	<hr/>	<hr/>	<hr/>
	157,828	14,141	171,969	427,143
Charitable activities				
Book sales	511	-	511	459
Class fees	-	15,807	15,807	3,373
Investments				
Interest income	7	-	7	4
Other income	2,006	-	2,006	500
	<hr/>	<hr/>	<hr/>	<hr/>
Total income	160,352	29,948	190,300	431,479
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Income was £190,300 (2021: £431,479) of which £160,352 (2021: £415,326) was unrestricted and £29,948 (2021: £16,153) was restricted.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

5. Expenditure	Unrestricted	Restricted	2022 Total	2021 Total
	£	£	£	£
Provision of a place of worship for the Muslim community:				
Staff costs (Note 7)	157,368	-	157,368	174,012
Other staff costs	-	11,424	11,424	-
Other	4,188	524	4,712	4,348
Repairs & maintenance	6,566	-	6,566	4,061
Telephone	1,180	-	1,180	1,417
Bank charges	1,653	-	1,653	1,374
Legal & professional fees	5,495	-	5,495	5,042
Class fees	1,600	16,611	18,211	8,712
Insurance	12,354	-	12,354	14,685
Postage, printing & stationery	681	-	681	711
Heat & light	20,054	-	20,054	16,708
Donations	500	2,964	3,464	-
Cleaning	2,412	46	2,458	2,315
Travel	19	-	19	-
Hospitality & events	3,822	1,071	4,893	4,590
Security services	63,637	-	63,637	45,995
Accountancy fees	12,062	-	12,062	8,500
Depreciation	48,565	-	48,565	48,558
Governance costs				
Auditors' remuneration	7,380	-	7,380	7,560
	<u>349,536</u>	<u>32,640</u>	<u>382,176</u>	<u>348,588</u>

The provision of a place of worship for the Muslim community is the charity's sole activity. Expenditure was £382,176 (2021: £348,588) of which £349,536 (2021: £335,431) was unrestricted and £32,640 (2021: £13,157) was restricted.

During the year three (2021: no) donations were paid out totalling £3,464 (2021: £nil), £555 (2021: nil) to individuals and £2,909 (2021: nil) to other organisations supporting Muslims. There were no grants in excess of £1,000 awarded to organisations during the year (2021: grants in excess of £1,000 awarded to no organisations).

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

6. Net (expenditure) / income

The net income is stated after charging:

	2022	2021
	£	£
Depreciation		
- owned by the company	48,565	48,558
Auditor's remuneration – audit fee	5,640	5,490
Auditor's remuneration – non audit	1,740	2,070

7. Analysis of staff costs, Trustee remuneration and expenses

	2022	2021
	£	£
Wages and salaries	147,384	161,423
Social security	7,150	9,664
Pensions	2,834	2,925
	<hr/>	<hr/>
	157,368	174,012
	<hr/>	<hr/>

The pension cost charge for the year amounted to £2,834 (2021: £2,925) of which £1,635 (2021: £1,272) was outstanding at the year end.

None of the Trustees received any remuneration (2021: none). No Trustees (2021: None) were reimbursed expenses amounting to £Nil (2021: £Nil) during the year. The average number of staff employed during the period under review, calculated on the basis of head count, was 6 (2021: 7). No employee emoluments exceeded £60,000 (2021: nil). The Trustees considers its key management personnel comprise the Head of Administration and Finance/Acting Executive Director. The total employment benefits including employer pension contributions of the key management personnel was £40,594 (2021: £40,649).

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

8. Tangible fixed assets

	Freehold Land & Buildings £	Fixtures & Fittings £	Plant & Equipment £	Total £
Cost				
At 1 April 2021	4,503,733	25,947	4,628	4,534,308
Additions	-	-	450	450
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2022	4,503,733	25,947	5,078	4,534,758
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 1 April 2021	945,148	5,190	2,554	952,892
Charge for year	45,037	2,595	933	48,565
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2022	990,185	7,785	3,487	1,001,457
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value				
At 31 March 2022	3,513,548	18,162	1,591	3,533,301
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2021	3,558,585	20,757	2,074	3,581,416
	<hr/>	<hr/>	<hr/>	<hr/>

The land and buildings value cannot be separated so the combined value is depreciated over 100 years straight line at cost.

Legal title to the freehold land and buildings is held in the name of the trustees of The Mosque and Islamic Centre of Edinburgh Trust, the predecessor of The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh Trust Limited. Legal title was not transferred when the incorporated Mosque commenced operating in 2000. The Trustees believe this is an administrative matter that will be corrected in due course and are currently in discussions with their legal advisor to ascertain the identity of the remaining Trustees of The Mosque and Islamic Centre of Edinburgh Trust to enable the title to be transferred to The Mosque of the Custodian of the Two Holy Mosques and Islamic Centre of Edinburgh Trust Limited.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

9. Investments

The Charity holds 100 shares of £1 each in its wholly owned subsidiary company ECM (Trading) Limited which is incorporated in the United Kingdom.

Investments in subsidiary undertaking

	£
Cost and Net Book Value	
At 31 March 2021 and 31 March 2022	100
	<u><u> </u></u>

Subsidiary undertakings

The following was a subsidiary undertaking of the Charity:-

Name	Country of Incorporation	Class of Shares	Holding	Principal Activity
ECM (Trading) Ltd	Scotland	Ordinary	100%	Property rental and trading company

The aggregate of share capital and reserves as at 31 March 2022 and of the profit for the year ended on that date for the subsidiary undertaking was as follows:

	Aggregate of share capital and reserves	Profit
	£	£
ECM (Trading) Limited	38,622	112,322
	<u><u> </u></u>	<u><u> </u></u>

10. Debtors

	2022	2021
	£	£
Accrued income and prepayments	4,328	12,714
Trade debtors	501	187
	<u><u> </u></u>	<u><u> </u></u>
	4,829	12,901
	<u><u> </u></u>	<u><u> </u></u>

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

**11. Creditors: amounts falling due
within one year**

	2022	2021
	£	£
Trade creditors	12,383	3,036
Accruals	11,632	12,382
Social Security and other taxes	3,293	8,976
Pension creditor	1,635	1,272
	<hr/>	<hr/>
	28,943	25,666
	<hr/>	<hr/>

12. Financial instruments

	2022	2021
	£	£
Financial assets measured at amortised cost	43,037	183,521
	<hr/>	<hr/>
Financial liabilities measured at amortised cost	28,943	25,666
	<hr/>	<hr/>

Financial assets at amortised cost represent the investment in the subsidiary, cash at bank, stock, trade debtors, accrued income and other debtors.

Financial liabilities at amortised cost represent trade creditors, accruals and other creditors.

13. Company Limited by Guarantee

The organisation is a charitable company limited by guarantee and has no share capital. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

14. Related party transactions

Dr Makhdoom is the Regional Director of The Muslim World League London Office Trust and His Excellency Dr A Al Zaid and His Excellency Dr M Alissa are Trustees of The Muslim World League London Office Trust. His Excellency Dr M Alissa is the Secretary General and His Excellency Dr A Al Zaid the Deputy Chairman of the Muslim World League. During the year donations of £Nil (2021: £244,479) were received from The Muslim World League. No amounts were outstanding at the year end (2021: £nil).

ECM (Trading) Limited is a subsidiary company of the charity. During the year donations of £95,735 (2021: £116,929) were received from ECM (Trading) Limited. During the year ECM (Trading) Limited managed the operation of the car park and kitchen on behalf of the Mosque and received income of £195,156 (2021: £88,605) which formed part of the gift aid donation in the year. No amounts were outstanding at the year end (2021: £nil).

No one individual had control of the charity in either the current or previous year.

15. Analysis of net assets between funds

Fund balances at 31 March 2022 as represented by:	General Fund £	Designated Fund £	Restricted Fund £	Total Funds £
Tangible fixed assets	-	3,533,401	-	3,533,401
Current assets	30,046	-	12,891	42,937
Current liabilities	(28,943)	-	-	(28,943)
	<u>1,103</u>	<u>3,533,401</u>	<u>12,891</u>	<u>3,547,395</u>

Fund balances at 31 March 2021 as represented by:	General Fund £	Designated Fund £	Restricted Fund £	Total Funds £
Tangible fixed assets	-	3,581,516	-	3,581,516
Current assets	169,332	-	14,089	183,421
Current liabilities	(25,666)	-	-	(25,666)
	<u>143,666</u>	<u>3,581,516</u>	<u>14,089</u>	<u>3,739,271</u>

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE OF
EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

16. Funds

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers £	Balance at 31 March 2022 £
Restricted funds:					
Zakat	7,540	4,367	(55)	-	11,852
Zakat Al-Fitr	-	2,908	(2,908)	-	-
Ramadan	157	-	(305)	148	-
Arabic School	-	16,590	(17,135)	545	-
EID	10	-	(706)	696	-
Funeral Funds	5,882	6,081	(11,424)	-	539
Government Grant	500	-	-	-	500
Restricted Projects:					
Quran Project	-	-	(105)	105	-
Designated funds					
Fixed assets	3,581,416	-	(48,565)	450	3,533,301
Investments	100	-	-	-	100
General Fund	143,666	160,354	(300,973)	(1,944)	1,103
	<u>3,739,271</u>	<u>190,300</u>	<u>(382,176)</u>	<u>-</u>	<u>3,547,395</u>

Zakat donations were received to help those in need.

Ramadan donations were received to contribute towards the provision of iftar.

Arabic School donations were received to run the Arabic School classes.

EID donations were received to fund the EID festival events run.

Funeral Funds were received to contribute to future funerals where there are limited funds available to finance the funeral costs.

The Government Grant was for the funding of security measures at Places of Worship from the Scottish Government.

The Quran Project raised funds to help run Quran classes.

The Trustees have designated funds for the net book value of fixed assets and investments.

**THE MOSQUE OF THE CUSTODIAN OF THE TWO HOLY MOSQUES AND ISLAMIC CENTRE
OF EDINBURGH TRUST LIMITED**

NOTES TO THE FINANCIAL STATEMENTS (cont)

FOR THE YEAR ENDED 31 MARCH 2022

16. Funds (cont.)

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers £	Balance at 31 March 2021 £
Restricted funds:					
Zakat	3,818	3,733	(11)	-	7,540
Ramadan	-	157	-	-	157
Arabic School	1,634	3,373	(5,241)	234	-
EID	-	10	-	-	10
Funeral Funds	3,165	6,435	(3,718)	-	5,882
Government Grant	-	500	-	-	500
Restricted Projects:					
Covid-19 get ready	-	1,945	(3,907)	1,962	-
Quran Project	-	-	(280)	280	-
Designated funds					
Fixed assets	3,629,974	-	(48,558)	-	3,581,416
Investments	100	-	-	-	100
General Fund	17,689	415,326	(286,873)	(2,476)	143,666
	<u>3,656,380</u>	<u>431,479</u>	<u>(348,588)</u>	<u>-</u>	<u>3,739,271</u>

Covid-19 Get Ready donations were received for the preparation of getting the mosque ready to welcome people back, this consisted of covering the floors so usual prayers could commence.