

**REGISTERED CHARITY NUMBER: 261188**

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018  
FOR  
AL-MEDINA TRUST**

Prestons & Jacksons Partnership LLP  
364 - 368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

**AL-MEDINA TRUST**

**CONTENTS OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2018**

	<b>Page</b>
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Statement of Financial Position	6
Notes to the Financial Statements	7 to 12
Detailed Statement of Financial Activities	13

## AL-MEDINA TRUST

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

The trustees present their report with the financial statements of the charity for the year ended 31 December 2018. The trustees have adopted the provisions of 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 2015).

#### OBJECTIVES AND ACTIVITIES

##### Objectives and Public Benefits

- a) To advance and to propagate Islam throughout the world.
- b) To relieve poverty among Muslims in any part of the world.
- c) To advance education generally and the education of Muslims in particular.
- d) To support other charitable institutions having objects similar to those above mentioned.
- e) Such other purposes (being exclusively charitable) as may be declared by the trustees.

#### ACHIEVEMENT AND PERFORMANCE

##### Charitable activities

The charity continued advance Islamic education, support to further the education of poor students, alleviate poverty and support charitable institutions with similar objects.

The following organisations were the beneficiaries:

- The Markfield Institute of Higher Education
- Human Aid Sirajgang
- Kube Publishing

Besides the above, the charity provided funding to individual students in financial hardship.

#### FINANCIAL REVIEW

##### Financial position

Total income for the year amounted to 122,035 (£120,888-2017), while total expenditure for the year amounted to £66,476 (£37,118 -2017).

Overall net surplus was £55,559 (£83,770 -2017). A decrease from previous year was due to a higher charitable expenditure.

Total funds carried forward was £1,948,670 (£1,893,111-2017) of which all were unrestricted.

##### Investment policy and objectives

In accordance with the objective charity managed to find a good property to invest but following the survey identifying structural issues decided not to proceed. However, a better property was identified and the instructions for survey given just prior to the end of the year. After successful completion of purchase it should increase the income in the following year.

##### Reserves policy

The trustees consider that the reserves held are sufficient to continue the charities activity in future years. The trustees actively review the major risks which the charity faces on a regular basis and have also examined other operational and business risks faced by the charity. The trustees confirm that they have established systems to mitigate the significant risks.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

##### Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

## AL-MEDINA TRUST

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Organisational structure**

The charity trustees are responsible for the general control and management of the charity. The trustees give their time freely and receive no remuneration or other financial benefits.

The trustees at the moment meet together as a body when and as required and are responsible for all decisions taken in relation to running the activities provided by the charity. The charity is currently in process of appointing more trustees in view to expand and be more proactive.

The trust has appointed two more trustees during the year 2018.

##### **Induction and training of new trustees**

Following appointment, new trustees will be introduced to their new role and are requested to familiarise themselves with contents of the trusts constitution and to the policies and procedures adopted by the charity. They are also requested to read a number of publications from the Charity Commission to ensure that they are aware of the scope of their responsibilities under the Charities Act. The new trustees will work collectively with existing trustees assisting on particular activities and projects run by the charity, to attain maximum benefits for the charity.

##### **Public benefit**

The trustees have recognised the guidance in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives of the charity and when planning activities. The difference the charity makes for the public benefit is the furtherance of education to poor students and elevating poverty.

##### **Risk management**

The trustees have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate exposure to those risk,Appropriate controls are in place to mitigate financial risks overseen by trustees.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Charity number**

261188

##### **Principal address**

43 Asquith Boulevard

Leicester

LE2 6FD

##### **Trustees**

Dr Manazir Ahsan (Chairman)

Professor Khurshid Ahmad

Mr Muhammad Saeed Chowdhury

Mr Ismail Gitay

Mr Farooq Murad

Dr Zahid Parvez

Mr Abdur Rashid Siddiqui

AL-MEDINA TRUST

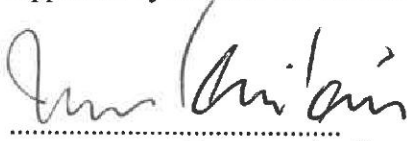
REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 DECEMBER 2018

REFERENCE AND ADMINISTRATIVE DETAILS

**Independent examiner**

Anwer Patel  
BA(Hons), FCA  
Prestons & Jacksons Partnership LLP  
364 - 368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

Approved by order of the board of trustees on .....29/10/19..... and signed on its behalf by:



Trustee : Ismail Gitey

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
AL-MEDINA TRUST**

**Independent examiner's report to the trustees of Al-Medina Trust**

I report to the charity trustees on my examination of the accounts of the Al-Medina Trust (the Trust) for the year ended 31 December 2018.

**Responsibilities and basis of report**

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

*A Patel*

Anwer Patel  
BA(Hons), FCA  
Prestons & Jacksons Partnership LLP  
364 - 368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

Date: *30/10/19* .....

AL-MEDINA TRUST

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2018

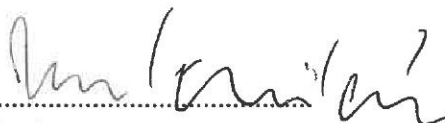
	Notes	31.12.18 Unrestricted fund £	31.12.17 Total funds £
<b>INCOME FROM</b>			
Investment income	2	122,035	120,888
<b>Total</b>		<u>122,035</u>	<u>120,888</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>	3		
Charitable Activities		66,475	37,118
<b>NET INCOME</b>		<u>55,560</u>	<u>83,770</u>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>		1,893,111	1,809,341
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>1,948,671</u></u>	<u><u>1,893,111</u></u>

The notes form part of these financial statements

**AL-MEDINA TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**AT 31 DECEMBER 2018**

	Notes	31.12.18 Unrestricted fund £	31.12.17 Total funds £
<b>FIXED ASSETS</b>			
Investment property	8	1,358,472	1,358,472
<b>CURRENT ASSETS</b>			
Debtors	9	249	554
Cash at bank		626,645	541,084
		<u>626,894</u>	<u>541,638</u>
<b>CREDITORS</b>			
Amounts falling due within one year	10	(36,695)	(6,999)
		<u>590,199</u>	<u>534,639</u>
<b>NET CURRENT ASSETS</b>			
		<u>590,199</u>	<u>534,639</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			
		<u>1,948,671</u>	<u>1,893,111</u>
<b>NET ASSETS</b>			
		<u>1,948,671</u>	<u>1,893,111</u>
<b>FUNDS</b>			
Unrestricted funds	11	1,948,671	1,893,111
<b>TOTAL FUNDS</b>			
		<u>1,948,671</u>	<u>1,893,111</u>

The financial statements were approved by the Board of Trustees on 29/10/19 and were signed on its behalf by:

  
 .....  
 Trustee  
 ISMAIL AITAY

The notes form part of these financial statements



## AL-MEDINA TRUST

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements and assessment of going concern**

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS102.

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

##### **Income**

All rental income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be on a receivable basis and the amount can be measured reliably.

##### **Expenditure and irrecoverable vat**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

##### **Investment property**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is transferred to the SOFA.

##### **Taxation**

The charity is exempt from tax on its charitable activities.

##### **Fund accounting**

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

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

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

**AL-MEDINA TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**1. ACCOUNTING POLICIES - continued**

**Debtors**

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

**Creditors**

Basic financial liabilities, including trade and other creditors, loans from third parties and loans from related parties, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

**2. INVESTMENT INCOME**

	<b>31.12.18</b>	31.12.17
	£	£
Rents Receivable	115,025	114,098
Bank Investment Income	7,010	6,790
	<b>122,035</b>	<b>120,888</b>
	<b>122,035</b>	<b>120,888</b>

**3. CHARITABLE ACTIVITIES COSTS**

	Direct costs	Grant funding of activities (See note 4)	Support costs	Totals
	£	£	£	£
Charitable Activities	6,198	58,397	1,880	66,475
	<b>6,198</b>	<b>58,397</b>	<b>1,880</b>	<b>66,475</b>
	<b>6,198</b>	<b>58,397</b>	<b>1,880</b>	<b>66,475</b>

**4. GRANTS PAYABLE**

	<b>31.12.18</b>	31.12.17
	£	£
Charitable Activities	58,397	29,216
	<b>58,397</b>	<b>29,216</b>
	<b>58,397</b>	<b>29,216</b>

**AL-MEDINA TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**4. GRANTS PAYABLE - continued**

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

	<b>31.12.18</b>	31.12.17
	<b>£</b>	£
Kube Publication Limited, UK	<b>10,597</b>	-
Mesco Bombay	<b>5,000</b>	-
Markfield Higher Education	<b>30,000</b>	27,000
M.O Rahamn	-	2,216
Bilal Qaddoura - Medical Care	<b>3,000</b>	-
M A Raqeeb Student fee SOAS	<b>4,800</b>	-
Human Aid Siraj Ganj Bangladesh	<b>5,000</b>	-
	<hr/> <b>58,397</b> <hr/>	<hr/> 29,216 <hr/>

**5. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2018 nor for the year ended 31 December 2017.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 December 2018 nor for the year ended 31 December 2017.

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES 2017**

	Unrestricted fund £
<b>INCOME FROM</b>	
Investment income	120,888
<b>Total</b>	<hr/> 120,888
<b>EXPENDITURE ON</b>	
<b>Charitable activities</b>	
Charitable Activities	37,118
<b>Total</b>	<hr/> 37,118
<b>NET INCOME</b>	<hr/> 83,770

**AL-MEDINA TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES 2017 - continued**

Unrestricted  
fund  
£

**RECONCILIATION OF FUNDS**

**Total funds brought forward** 1,809,341

**TOTAL FUNDS CARRIED FORWARD** 1,893,111

**7. KEY MANAGEMENT PERSONNEL**

The Trustees are the Key Management Personnel in the year.

**8. INVESTMENT PROPERTY**

£

**MARKET VALUE**

At 1 January 2018 and 31 December 2018 1,358,472

**NET BOOK VALUE**

At 31 December 2018 1,358,472

At 31 December 2017 1,358,472

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.12.18</b>	<b>31.12.17</b>
	£	£
Trade debtors	249	100
Other debtors	-	454
	<u>249</u>	<u>554</u>

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>31.12.18</b>	<b>31.12.17</b>
	£	£
Trade creditors	-	(1)
Other creditors	36,695	7,000
	<u>36,695</u>	<u>6,999</u>

AL-MEDINA TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018

11. MOVEMENT IN FUNDS

	At 1/1/18 £	Net movement in funds £	At 31/12/18 £
<b>Unrestricted funds</b>			
General fund	1,893,111	55,560	1,948,671
<b>TOTAL FUNDS</b>	<u>1,893,111</u>	<u>55,560</u>	<u>1,948,671</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	122,035	(66,475)	55,560
<b>TOTAL FUNDS</b>	<u>122,035</u>	<u>(66,475)</u>	<u>55,560</u>

Comparatives for movement in funds

	At 1/1/17 £	Net movement in funds £	At 31/12/17 £
<b>Unrestricted Funds</b>			
General fund	1,809,341	83,770	1,893,111
<b>TOTAL FUNDS</b>	<u>1,809,341</u>	<u>83,770</u>	<u>1,893,111</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	120,888	(37,118)	83,770
<b>TOTAL FUNDS</b>	<u>120,888</u>	<u>(37,118)</u>	<u>83,770</u>

**AL-MEDINA TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 DECEMBER 2018**

**12. RELATED PARTY DISCLOSURES**

Professor Khurshid Ahmad, Dr Manazir Ahsan and Mr Abdur Rashid Siddiqui, trustees of Al-Medina Trust, are also trustees of The Markfield Institute of Higher Education, which received £30,000 from Al-Medina Trust in the year.(2017- £27,000)

Neither Professor Khurshid Ahmad, Dr Manazir Ahsan nor Mr Abdur Rashid Siddiqui sat on any committee which approved funding to the institute.

**13. INDEPENDENT EXAMINERS FEE**

	<b>31.12.18</b>	31.12.17
	<b>£</b>	£
Independent Examiners Fee	<b>1,880</b>	1,500
	<b>1,880</b>	1,500

**AL-MEDINA TRUST**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 DECEMBER 2018**

	<b>31.12.18</b>	<b>31.12.17</b>
	<b>£</b>	<b>£</b>
<b>INCOME</b>		
<b>Investment income</b>		
Rents Receivable	115,025	114,098
Bank Investment Income	7,010	6,790
	<u>122,035</u>	<u>120,888</u>
<b>Total incoming resources</b>	<b>122,035</b>	<b>120,888</b>
 <b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Insurance	1,393	1,151
Premises Costs	753	2,306
Agent Commission	4,052	4,050
Grants to institutions	58,397	29,216
	<u>64,595</u>	<u>36,723</u>
<b>Support costs</b>		
<b>Finance</b>		
Bank charges	-	(1,105)
<b>Governance costs</b>		
Independent Examiner Fees	1,880	1,500
	<u>66,475</u>	<u>37,118</u>
<b>Total resources expended</b>	<b>66,475</b>	<b>37,118</b>
	 <u>                    </u>	 <u>                    </u>
<b>Net income</b>	<b>55,560</b>	<b>83,770</b>
	<u>                    </u>	<u>                    </u>

This page does not form part of the statutory financial statements

