

CHARITY REGISTRATION NUMBER: 1172565

**ANSARI QADIRI RIFAI SUFI ORDER
OF THE UNITED KINGDOM**

Unaudited Financial Statements

31 March 2018

ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Financial Statements

Year ended 31 March 2018

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ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Trustees' Annual Report

Year ended 31 March 2018

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2018.

Reference and administrative details

Registered charity name ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Charity registration number 1172565

Principal office 6 Standerstead Close
London
SW12 0AQ
UK

The trustees

Amina Jappie	(Chair)
Sukainah Jauhar	(Secretary)
Sayyed Goolamhossen	(Treasurer)
Faghrie Jappie	(Deputy Treasurer)

Independent examiner M. Sawyerr
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Banker HSBC UK
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ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Trustees' Annual Report *(continued)*

Year ended 31 March 2018

Background

The Ansari Qadiri Rifai Sufi Order of the UK commonly referred as AQRT UK has been operating as an informal group since 2002 and was registered by the Charity Commission as a Charitable Incorporated Organisation (CIO) in April 2017 (registration number 1172565).

The trustees present their first annual report and the unaudited financial statements of the charity for the year ended 31 March 2018.

Structure, governance and management

Governing document

The legal status of the charity is that of a Charitable Incorporated Organisation (CIO) which is subject to its governing document, the Constitution that took effect on the 12 April 2017.

Trustees

Management of the charity is the responsibility of the Board of Trustees. The trustees come from diverse backgrounds, skills, expertise and experiences. The trustees board meet on a regular basis and between meetings communicate by emails. Trustees are aware of their legal obligations under charity law, the aims and objectives of the charity, its governing frameworks, decision-making processes; strategic plans and financial performance etc....

Recruitment and appointment of new trustees

Any new trustees will be elected and co-opted by members at the annual general meeting in accordance with the Constitution.

Induction and training of new trustees

New trustees will undergo orientation and will receive a trustee information pack and the opportunity to attend in-house and/or external training relevant to their roles.

Partnerships

During 2017/2018 AQRT UK worked with a range of partners including other faith groups, community groups and voluntary organisations. This included the West London Synagogue, the South London Interfaith Group (SLIG), the Africa Advocacy Foundation (AAF), St John's Wood Church and the Essex Unitarian Church. AQRT UK also became a member of the National Council for Voluntary Organisation (NCVO); during 2017/2018 a trustee attended a NCVO consultation event and we have used their information services. AQRT UK has also a Memorandum of Understanding in place with the Ansari Qadiri Rifai Tariqa a registered church in the United States.

Organisational structure and decision-making

The trustees are responsible for setting strategies and policies and ensuring that they are implemented. During 2017/2018 the board has developed a number of key policies and guidelines. Those relating to safeguarding and finances are in place and work is ongoing to finalise the remainder.

Volunteers

We recognise that volunteers play a key and integral part in service delivery. We have begun to recruit, train and deploy volunteers. These are initially from within our membership including trustees. We now have 10 volunteers with a diverse range of experience, skills and backgrounds in terms of culture and language. All our trustees are DBS checked and our other volunteers are currently always supervised by trustees and will be DBS checked when appropriate. We intend to support our volunteers in their roles and receive regular feedback about their performance. During 2018 it is planned to provide opportunities for training as appropriate.

Risk Management

The main risk facing the charity is currently maintaining income at a sufficient level to carry out all the activities and services. In addition to the current policies in place, the trustees have reviewed and

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Trustees' Annual Report *(continued)*

Year ended 31 March 2018

assessed the risks to which the charity may be exposed with particular reference to those relating to the operations and finances. The charity is setting up a risk management strategy, which comprises:

- An annual review of the risks the charity may face
- The establishment of systems and procedures to mitigate those risks identified in the review; and the implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

In the meanwhile, the trustees remain satisfied that all insurable risks have been identified and adequately dealt with and that the charities exposure to other risks is kept at a minimum by good working practice by the trustees and volunteers.

Objectives and activities

Public benefit

The trustees are required to comply with the duty in section 4 of the Charities Act 2006 and consider the Charity Commission's general guidance on public benefit, "Charities and Public Benefits".

Our Charitable Objectives are:

- To advance the religion of Islam, in particular sufi practices and teachings, for public benefit, by organising regular prayer meetings, lectures, celebration of religious festivals and literature on Sufism to educate others about Islam and Sufism.
- The promotion of religious harmony for the benefit of the public by promoting knowledge and mutual understanding and respect of the beliefs and practices of different religious faiths through the organisation, participation and support of interfaith events and partnership activities within the United Kingdom.
- The relief of those in need, by reason of youth, age, ill-health, disability, financial hardship or other disadvantage.

Our activities are consistent with national and local strategies and action plans to enhance religious harmony and relieve poverty. Our activities aim to promote equality and diversity, wellbeing and social outcomes and the independence of service users. We are committed to safeguarding children and vulnerable adults from harm and isolation. We work to empower and encourage our service users to actively participate in activities and processes that improve their circumstances and positively contribute to their communities.

Achievements and performance

During year ended 2017/2018, AQRT UK prime focus was on formally setting up the Charity, developing policies, consolidating ongoing activities and planning and developing new work streams including intra and interfaith partnerships. We also worked on developing recording and monitoring systems to capture the charitable activities undertaken. Consequently, for the first year it was not always possible to produce full details of activities undertaken. However, the systems now in place should ensure comprehensive data for 2018/2019. Overall, we provided services to more than 1,000 individuals through the following activities:

Congregational Zikr

Weekly meetings were held for a zikr (sufi meditation) open to everyone who comes in peace. A short talk on Sufism was given prior to each zikr. The aim of zikr is the taming of nafs (ego) and achieving closeness to the Divine and those present are welcome to join in or observe. After the meditation we pray for Love, Peace, Togetherness, Unity and Prosperity for all humanity. The zikr lasts about 2 hours then a free meal is served and there is time for questions and discussions. For those who add their emails on our contact list, we send out sufi sayings either from our spiritual teacher or from other

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Trustees' Annual Report *(continued)*

Year ended 31 March 2018

sufi sources. These sayings are full of wisdom of uniting people together with love and focusing on the positivity of the world. We also keep them updated about our activities and our partners activities. From April 2017 to March 2018 we held 47 zikrs in the Essex Unitarian Church. The total number of attendees for these zikrs was 910 (436 men and 474 women).

Interfaith and Intra-faith work

We are aware of a growing trend of religious intolerance and in particular, a negative and incorrect view of Islam. Through our activities we aim to combat/challenge these belief systems, help differentiate cultural practises from religious practices and promote Islam and sufi teachings which promote Love, Peace and Togetherness. We aim to achieve this by being inclusive in our activities, provide education to all interested, and to collaborate with other organisations and religious institutions who share these common principles.

The focus has been on promoting religious harmony and mutual understanding by trying to develop and share knowledge of the beliefs and practices of different religious faiths. This has involved organising and participating in interfaith events and partnership activities. A few examples are highlighted below:

- One of our trustees became a member of the South London Interfaith Group (SLIG) which aims to tackle important topical issues from a multi-faith or intra-faith perspectives. The trustee was involved in their annual interfaith event at the Al-Nagashi Centre. The theme was "Trauma, mental health and wellbeing". This was attended by approximately 150 people. Faith Communities can be a strength and source of support to people affected by mental health problems and trauma, however sometimes a barrier to open discussion and seeking support. There was a keynote speech from the Chair of the National Spirituality and Mental Health Forum and presentations from local agencies. Buddhist, Christian, Hindu and Muslim prayers were shared. This was followed by small group discussions. Our trustee facilitated a group looking at issues related to mental health in the Muslim community. Emerging issues were the view of 'Allah's soothing mercy', the injunction to do good to others and support the sick, the emphasis on looking after our self and trusting in Allah. However, it was also seen as important to separate traditional and cultural views around mental health and to challenge stigma and discrimination which could be barriers to seeking support and openly discussing these issues
- Good links with the West London Synagogue were developed and two trustees attended a number of events in their Inter Faith Programme including an event on the Diaspora of Faith Communities to UK and identity issues related to this, a Purim event, a Shabbat service and an open house Succoth festival which was followed by informal discussion with one of their rabbis who invited AQRT UK to join Nisa-Nashim a Jewish/Muslim Women's Dialogue Group. We have attended these meetings and been able to give a sufi perspective on a number of topical issues focusing on the degree of commonality between our beliefs
- AQRT UK was invited again to join in the annual "Light up a Life" event at St John's Hospice in London. The event started with a multi-faith service at St John's wood church, where AQRT UK performed a short zikr during the remembrance service, followed with a candle-lit procession along the high street and a festive reception at St John's Hospice, where people could remember their loved ones.
- AQRT UK was invited to do a zikr at the Greenbelt Festival in August 2017. Greenbelt is a more than 40-year-old festival around faith, arts and justice from a Christian perspective. The festival took place in Boughton House (Kettering) from August 25 - 28, and we were invited to lead two zikr ceremonies on the Monday 28th August 2017 (morning and afternoon session). In both sessions we had more than 50 public members attending and participating at the zikr ceremony.

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Trustees' Annual Report *(continued)*

Year ended 31 March 2018

Promotion of Islam and Sufism

A few examples are given of other activities related to this charitable objective.

- The spiritual head of our Sufi order Shaykh Taner Ansari and his wife Shaykha Muzeyyen Ansari were invited by AQRT UK to provide teaching in London in April, May, June and October 2017. Shaykh Taner Ansari and Shaykha Muzeyyen Ansari led the Monday congregational zikrs during their stay in London which were attended by an average of 50 to 60 people from different faiths. Our spiritual leader and his wife also provided teaching to AQRT UK members as well as one to one consultation.
- Every year AQRT UK organises a two weeks sufi trip in Turkey under the lead of the spiritual head of our Sufi order Shaykh Taner Ansari and his wife Shaykha Muzeyyen Ansari. The program is an international sufi gathering of the Ansari Qadiri Rifai sufi orders from USA, UK, Germany, South Africa, Mauritius, Canada and anyone interested in learning sufism. Each year we have non-sufi attendees but also non-Muslims, who are interested to learn and participate in the program. The program includes the visits of religious sites across Turkey, the sufi teaching of the spiritual head of our order Shaykh Taner Ansari and his wife Shaykha Muzeyyen Ansari and also the networking with other sufi groups of the Ansari Qadiri Rifai Tariqa as well as anyone who comes in peace and who wish to explore the sights visits and the teaching program along the way. The theme of the 2017 Turkey sufi study trip was "Action with Connection" and was successfully attended by 48 persons who visited Istanbul, Bursa, Konya, Urfa, Gaziantep and Tarsus among other cities. Teachings were specifically focussed on participants learning how to focus on opening the heart chakra and listening to inspiration received from the heart, and then understanding how to act with this, hence the theme 'Action with Connection'.
- The majority of the promotion of Sufism and Islam takes place every Monday at the weekly congregational zikr open to the public. This is performed through talks followed by questions and answers before each zikr where principles, methodology, practices, stories and culture of Sufism are discussed and taught. Pastoral teaching by the AQRT UK chaplains is also provided during the congregational zikr on a one to one basis, as well as on a weekly basis via phone with an average of 3 to 5 phone calls per week.
- A trustee was involved in an event on Female Genital Mutilation (FGM) which was hosted by the charity Africa Advocacy Foundation. Our trustee led a discussion clarifying that FGM is not a religious requirement in Islam rather that it actually pre-dates Islam and is a cultural and traditional practice. Most Muslims including the Muslim Council of UK support this view and the fact that it is an illegal procedure.
- A short talk and discussion on forgiveness in Islam was given to Catholic women's group at Our Lady of Compassion Church in Barking. The session was attended by approximately 35 women. The issues arising included what part forgiveness plays in our respective faiths. We looked at the personal need for forgiveness and the wider context of faith, race legacy of slavery etc. The emphasis was that we are all in need of forgiveness and the first step to receiving forgiveness involved forgiving others. This is the principles of our charity's moto of spreading Love, Peace and Togetherness in Goodness.
- Visits were made to a number of sacred sites including the 6th Century St Martins Church in Canterbury where we joined a small group of nuns on pilgrimage in worship. We also visited St Marys, All Saints and St Nicholas Churches in Essex and had informal discussions with the Vicars and congregations about Sufism and shared beliefs as part of awareness raising of the togetherness of different faiths in celebrating important cultural and religious events.

Work to relieve poverty

This aspect of our charitable objectives is one with relatively little activity in terms of the numbers of beneficiaries. This was due to the focus on the establishment of our charity during year ended 31

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Trustees' Annual Report *(continued)*

Year ended 31 March 2018

March 2018. However, we are developing a hardship programme which will involve partnerships with like-minded organisations through which families experiencing hunger, poverty, homelessness and who need emergency support are provided with food and essential goods upon assessment. This will include recruiting, training and placing our trained volunteers to support activities such as soup kitchens, foodbanks, drop in centres, night shelters etc.

We were able to provide intensive support to one family and this case study is given in some detail as it highlights the potential of the charity to effectively contribute to the relief of those in need. We also provided some food to people in need on an ad hoc basis. –

Family support:

In August 2017 AQRT UK was alerted to a family within our community who were in crisis with little familial or community support. The family consisted of a mother with 5 children and had many complex needs including a history of serious domestic violence, substance misuse, mental health concerns, and other health issues including learning disabilities. In addition, they were in severe financial distress.

Our membership and trustees have diverse cultural backgrounds and include social workers, medical professionals, and Safeguarding consultants. We also have links to the Sufi and wider Muslim community. Consequently, we were able to respond quickly by providing support to address meet the urgent needs of the family for several months. We worked in partnership and with the agreement of the local Social Services and other voluntary sector organisations to produce an effective and sustainable support package.

There was good information sharing and engagement with the agencies involved. The children and their mother benefitted from the practical safety and protective measures, emergency food provision, socialisation with the wider community, positive behaviour management, parental coaching/role modelling and the improved parental mental health.

In order to support the family AQRT UK identified a member with relevant experience in child protection who was able to co-ordinate the intensive practical and advisory support required.

The volunteering commenced with primarily practical support of 20-25 hrs a week for six weeks, followed by weekly visits of one whole day for twelve weeks once engagement with statutory and other further voluntary sector agencies had been established. Since January 2018 AQRTUK has provided weekly phone support and occasional visits.

The relief and support provided to the family included:

- developing parenting skills and encouraging engagement with statutory services, in particular the police and social services.
- co-attending medical, social care and voluntary sector appointments with a support and advocacy role.
- support with cleaning and practical tasks with help from additional volunteers from the charity.
- The purchase of basic essentials and food when there were gaps in benefits, these items were funded by donations from our membership
- Provision of clothing, books and toys for the children these were donated by our membership
- spiritual and pastoral care was provided by encouraging the mother to practice prayer and meditation techniques to manage her stressful life. AQRT UK thorough networking with other voluntary and faith communities facilitated her access to a mosque with space for women and children as well as access to family support services provided.

Food support:

Currently our resources are donated by volunteers, trustees, partners and supporters, however we have been able to distribute any food left after Monday congregational zikrs to homeless people and other people in need. This amounted to an average to 5/10 meals every month.

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Trustees' Annual Report *(continued)*

Year ended 31 March 2018

Future aims and objectives

Our charity objectives will continue to shape the trustees' future plans with a target to expand our activities especially on work to relief poverty. Being a small charity with limited funding solely based on individual donations at this stage, we intend where possible to focus on partnership bids which will maximise resources by preventing duplication.

Financial review

AQRT UK had total incoming resources of £7,488 as shown on the statement of financial activities. For the year, there was a net income resource of £4,158. All AQRT UK assets are held for the furtherance of its objectives and are adequate and sufficient to meet its objectives. AQRT UK did not apply for any grants or contracts during the year ended 31 March 2018. AQRT UK does not employ any staff and trustees do not receive any remuneration. Trustees and volunteers can receive reasonable travel allowance subsistence cost.

Reserves policy

The trustees review the reserve policy of the organisation annually. Their decision on the level of the reserve depends on the level of the unrestricted funds available. For this year, they decided that the current level of reserve should be maintained at least at a level equivalent to approximately three months' expenditure (excluding the collection and distribution of Zakat, Fidyah, ninety percent of tithing and our community activities and programme). The trustees consider that reserves at this level will ensure that, in the event of any significant drop in the organisation's funding, they will be able to continue AQRT UK's current activities while consideration is given to ways in which additional funds may be raised.

This leaves free reserve at 31 March 2018 of £2,668 which is equal to between 6 to 9 months expenditure during the year ended 31 March 2018.

Principal funding sources

The charity's current main source of income is through individual donations; donations at zikr, zakat, fidya and ten percent on each tithing collected by members. The total income for the year is £7,488 as shown in the statement of financial activities. A breakdown of this income is shown below:

Zikr donation	£1,616
Zakat donation	£1,210
Fidya donation	£280
Individual donation	£3,219
10% tithing collected by members	£1,163

Restriction on funds

Restricted income includes zakat and fidya and these funds are to be used solely for the relief of need and financial hardship.

Investment Policy

There are no restrictions on the Charity's power to invest but as we do not have available funds to make investments this is not an immediate issue for us.

Trustees' responsibilities

The trustees are responsible for preparing the trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including the Financial Reporting Standard applicable in the

ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Trustees' Annual Report *(continued)*

Year ended 31 March 2018

UK and Republic of Ireland (FRS 102).

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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing these 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 FRS 102
- make judgements and estimates that are reasonable and prudent
- state whether applicable United Kingdom 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 operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 13 September 2018 and signed on behalf of the board of trustees by:



MRS A JAPPIE
Trustee (Chair)

ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Independent Examiner's Report to the Trustees of ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Year ended 31 March 2018

I report to the trustees on my examination of the financial statements of ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM ('the charity') for the year ended 31 March 2018.

Responsibilities and basis of report

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

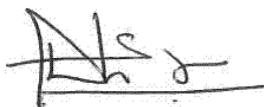
I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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 charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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.



M. Sawyerr
Independent Examiner
54 Hansol Road
Bexleyheath
Kent
UK
DA6 8JG

ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Statement of Financial Activities

Year ended 31 March 2018

		Unrestricted funds £	2018 Restricted funds £	Total funds £
Income and endowments	Note			
Donations and legacies	4	4,835	1,490	6,325
Charitable activities	5	1,163	–	1,163
Total income		<u>5,998</u>	<u>1,490</u>	<u>7,488</u>
Expenditure				
Expenditure on charitable activities	6,7	3,330	–	3,330
Total expenditure		<u>3,330</u>	<u>–</u>	<u>3,330</u>
Net income and net movement in funds		<u>2,668</u>	<u>1,490</u>	<u>4,158</u>
Reconciliation of funds				
Total funds brought forward		–	–	–
Total funds carried forward		<u>2,668</u>	<u>1,490</u>	<u>4,158</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 12 to 16 form part of these financial statements.

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Statement of Financial Position

31 March 2018

	Note	2018 £
Current assets		
Cash at bank and in hand		5,578
Creditors: amounts falling due within one year	12	<u>1,420</u>
Net current assets		<u>4,158</u>
Total assets less current liabilities		<u>4,158</u>
Net assets		<u><u>4,158</u></u>
Funds of the charity		
Restricted funds		1,490
Unrestricted funds		<u>2,668</u>
Total charity funds	13	<u><u>4,158</u></u>

These financial statements were approved by the board of trustees and authorised for issue on 13 September 2018, and are signed on behalf of the board by:



MRS A JAPPIE
Trustee (Chair)



MRS S JAUHAR
Trustee (Secretary)

The notes on pages 12 to 16 form part of these financial statements.

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Notes to the Financial Statements

Year ended 31 March 2018

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 6 Standerstead Close, London, SW12 0AQ, UK.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

AQRT UK satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: (a) No cash flow statement has been presented for the company.(b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Donations			
Donations received	4,835	1,490	6,325

5. Charitable activities

	Unrestricted Funds £	Total Funds 2018 £
Other income from charitable activities	1,163	1,163

ANSARI QADIRI RIFAI SUFI ORDER OF THE UNITED KINGDOM

Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2018 £
Project activity costs	1,666	1,666
Support costs	1,664	1,664
	<u>3,330</u>	<u>3,330</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2018 £
Charitable activity	1,666	1,414	3,080
Governance costs	–	250	250
	<u>1,666</u>	<u>1,664</u>	<u>3,330</u>

8. Analysis of support costs

	Analysis of support costs £	Total 2018 £
Premises	1,100	1,100
General office	66	66
Finance costs	248	248
Governance costs	250	250
	<u>1,664</u>	<u>1,664</u>

9. Independent examination fees

	2018 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>250</u>

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

2018
£

The average head count of employees during the year was Nil.

No employee received employee benefits of more than £60,000 during the year (2017: Nil).

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2018

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

No trustee expenses have been incurred.

12. Creditors: amounts falling due within one year

	2018
	£
Accruals and deferred income	250
Other creditors	1,170
	<u>1,420</u>

13. Analysis of charitable funds

Unrestricted funds

	At 1 April 2017	Income	Expenditure	At 31 March 2018
	£	£	£	£
General funds	–	5,998	(3,330)	2,668
	<u>–</u>	<u>5,998</u>	<u>(3,330)</u>	<u>2,668</u>

Restricted funds

	At 1 April 2017	Income	Expenditure	At 31 March 2018
	£	£	£	£
Restricted Fund	–	1,490	–	1,490
	<u>–</u>	<u>1,490</u>	<u>–</u>	<u>1,490</u>

14. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2018
	£	£	£
Current assets	2,918	2,660	5,578
Creditors less than 1 year	(250)	(1,170)	(1,420)
Net assets	<u>2,668</u>	<u>1,490</u>	<u>4,158</u>
