

Charity number: 299081

**AHMADIYYA MUSLIM ASSOCIATION
United Kingdom**

Annual Report

and

Financial Statements

for the year ended 30 June 2010

Ahmadiyya Muslim Association – United Kingdom
Year ended 30 June 2010

Contents

Legal and administrative information	Page 1-2
Amir’s report	Page 3-4
Management Committee’s report	Page 5-8
Independent auditors’ report	Page 9
Statement of financial activities	Page 10
Balance sheet	Page 11
Cash flow statement	Page 12
Accounting policies	Page 13
Notes to the financial statements	Page 14-17

Ahmadiyya Muslim Association – United Kingdom
Year ended 30 June 2010

Legal and Administrative information

Management Committee and Advisors

Management Committee

Mr Rafiq A Hayat	President (Amir)
Mr Mansoor A Shah FCA	Vice President
Dr Ch Nasir Ahmad	Vice President
Mr M Akram Ahmed	Vice President
Mr M Nasser Khan	Vice President and Secretary Jaidad
Dr Shabbir A Bhatti	Vice President and Secretary Tarbiyat
Mr Bashir A Akhtar	General Secretary
Mr M Azhar Ahmed ACA	Finance Secretary
Mr Shakeel F Butt FCCA	Muhasib
Mr Said A Khan	Additional Finance Secretary
Dr S Hamid Ahmad	Secretary Tabligh
Mr Fazal Ahmad	Secretary Talim
Mr M Arshad Ahmed	Secretary Ishaat
Mr Safdar M Ali	Secretary Sami Basri
Mr Fareed Ahmad	Secretary Umur Kharijiyya
Dr Munawar A Chaudhry	Secretary Umur Ama
Mr Muzaffar A Khokhar	Secretary Ziafat
Mr Raja Masood Ahmad	Secretary Wasaya
Dr Tariq A Bajwa	Secretary Tahrik Jadid
Mr Mubashar A Mirza	Secretary Waqf Jadid
Mr Nasir A Akhtar	Additional Secretary Waqf Jadid
Mr Ch Masroor Ahmad	Secretary Waqf Nau
Mr Ahmad Salam	Secretary Sanato Tijarat
Mr Shamim A Khan	Secretary Zira'at
Mr Ch Waseem Ahmad	Sadr Ansarullah
Mr Fahim Anwar	Sadr Khuddam ul Ahmadiyya

Regional Presidents

Dr S Farooq Ahmad
Mr Bilal Atkinson
Dr Naseer A Choudhry
Mr Fazalur R Mirza
Mr A Ghaffar Abid
Mr A Sami
Mr A Latif Khan
Mr Naseer A Dean
Mr Nasim A Butt
Mr M Ahsan Ahmed
Mr Khursheed J Ahmad

Ahmadiyya Muslim Association – United Kingdom
Year ended 30 June 2010

Missionaries

Mr Ataul Mujeeb Rashed (Missionary in Charge UK)
Mr Nasim A Bajwa
Mr Tahir P Selby
Mr Mubarak A Basra
Mr M Akram Malik
Mr Ghulam A Khadim
Mr R Mashhood Ahmad
Mr Laiq A Tahir
Mr Daud Ahmad
Mr Faiz Ahmad
Mr A Manan Tahir

Registered Address

The London Mosque
16 Gressenhall Road
Wandsworth
London SW18 5QL

Administrative Address

The Baitul Futuh Mosque
181 London Road
Morden
Surrey, SM4 5PT

Auditors

Haines Watts
Chartered Accountants and Registered Auditors

Bankers

National Westminster bank Plc
250 Wimbledon Park Road,
London SW19 6ZA

Solicitors

Crescent Law
81 London Road
Morden
Surrey SM4 5HP

Ahmadiyya Muslim Association – United Kingdom

Year ended 30 June 2010

Amir's Report

It gives me great pleasure in presenting the annual financial report of Ahmadiyya Muslim Association United Kingdom for the year ended 30 June 2010.

By the sheer Grace of Allah, the Jamaat has continued to make tremendous progress during the financial year.

This report does not allow me to give full details of all the activities of the Association which are numerous and published separately each year at the Majlis Shura.

Income is donated voluntarily by members of the Association. The total income for the year was £11,779,188 (2009: £10,824,229). The increase over the previous year reflects a high spirit of the members in responding to the various appeals, including Wassiyat where we managed to increase the number of participants significantly, Tahrik Jadid and Waqf Jadid, made during the year. The contributions by our members are most encouraging and I take this opportunity to thank them for their most generous donations.

In line with the increased income, our charitable expenditure also increased during the year. The amount of the expenditure for the year amounted to £9,325,468 (2009: £8,701,790).

In addition to the above expenditure, £2,248,538 (2009: £2,075,085) was spent on developing the Association's mosques and mission houses and acquiring new premises for the members of the Association.

The Association's plan of construction of 25 new mosques over 5 years is progressing satisfactorily. We acquired new buildings in Hayes, Keighley, Walsall and Wolverhampton and a plot of land in Stevenage. Planning processes continued in Gillingham, Hounslow, Southall and the London Mosque. The Head of the worldwide Ahmadiyya Muslim community laid the foundation stone for an extension of our new mosque in Manchester and on 8th May he inaugurated the new Baitul Ahad mosque in East London.

Our community lives and works by its motto and message of peace – 'Love for all, Hatred None' – and this slogan is being campaigned all over the country. We undertook a national survey on what the people felt were important issues affecting their lives, followed this up with a leaflet highlighting 'Loyalty, Freedom, Equality, Respect and Peace' and have been trying to reach one-tenth of the UK population in the first year and the whole population within the next 10 years. We created awareness about Islam through advertisements displayed prominently on buses in all the major cities throughout the country. This programme was endorsed by a number of parliamentarians including our current Prime Minister. Peace Conferences have been held in more than 350 towns and villages throughout the country with one held in Baitul Futuh, Morden, attracting a number of MPs, mayors, councillors and other leading dignitaries. A Peace Prize was awarded to Lord Avebury in recognition of his outstanding contribution to Human Rights.

We have been active in establishing contacts at various levels and highlighting Human Rights issues and our community's treatment in various parts of the world. Meanwhile, our Engineers and Architects, Computers Professionals, Lawyers and Medical associations continued to undertake various projects and strengthen their memberships. Once again, the auxiliary organisations of the Association were in the forefront in raising substantial funds through marathon walks and runs for a number of very deserving local and international charities and as a result contributed to the relief work in Haiti, water wells in Africa, Save the Children, Age Concern, Great Ormond Street Hospital, British Heart Foundation, etc. Our members also continue to play a full role as good citizens by donating blood, cleaning up streets and assisting other charities in their work.

Our plan of transporting guests by buses and trains to our Annual Convention and our compliance with health and safety regulations during our Jalsa Salana proved very successful. We also hosted the Masroor International T20 Cricket Tournament for the second year with eleven national teams participating.

I do not have the words to express my gratitude to our Zia fat team who have provided exceptional hospitality to our guests throughout the year.

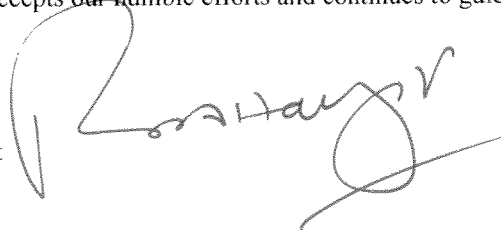
We continue to see excellent progress of the Jamia, our missionary training academy, and I am most thankful to our tutors and supervisors who have coped so well with the increased student enrolment.

Both bookshops at the London Mosque and in Baitul Futuh provide a vast choice of literature to the members of the public. Our Zira'at department continued to win several awards for the best maintained garden or displayed hanging baskets in London.

I would like to acknowledge with many thanks the guidance I receive from the Head of the worldwide Ahmadiyya Muslim Community and a number of senior executives and directors at the Centre; the continuing assistance and co-operation I continue to receive from my deputies, the Regional Amirs and Regional Missionaries, the national Secretaries and their teams of assistants; the heads of the auxiliary organisations looking after the programmes for the male adults and youth and the ladies; the volunteers and salaried staff of the Association; and, the tremendous efforts and sacrifices of the staff and volunteers in the Finance Office and finance secretaries and muhasils throughout UK in organising all fund collections and maintaining excellent financial records.

The Association has continued to strive to fulfil its aims and objects. I request members' continuous prayers that Allah accepts our humble efforts and continues to guide us in all of our activities.

Rafiq Ahmed Hayat



Amir

London
19 April 2011

Ahmadiyya Muslim Association – United Kingdom

Year ended 30 June 2010

Report of the Management Committee

The members of the Management Committee are pleased to present their report together with the financial statements of the Association for the year ended 30 June 2010.

Legal and administrative information is set out on Pages 1 and 2 and it forms part of this report. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, the Charities Act 1993, as amended by the Charities Act 2006 and the Charities SORP 2005.

Objectives and Activities

The objects for which the Charity is established are

- the propagation of Islam as expounded by Mirza Ghulam Ahmad of Qadian, the founder of the Ahmadiyya Movement, and his successor, the Khalifatul Masih and generally to promote comparative study of religion.
- the advancement of education amongst the members of the Association and such other persons as the Management Committee of the Association may determine from time to time.
- the provision, as far as possible, of maintenance of orphans and widows and for such other persons as are unable by reason of some physical or other infirmity or handicap to maintain themselves.
- the relief of poverty.

The activities of the Association are as follows:

- propagation of Islam
- building of mosques
- religious education institute for Waqf nau children
- emergency relief – natural disasters; and
- assistance to deserving and needy

A comprehensive Annual Report of the activities of the Association can be obtained on request from the General Secretary of the Association.

Financial Review

The Association is reliant on voluntary donations from its members in the United Kingdom. The general public is not solicited for funds for the attaining of objectives of the Association. The total income for the year amounted to £11,779,188 (2009: £10,824,229). The Statement of Financial Activities includes further details but the Management Committee is pleased to report that £9,325,468 (2009: £8,701,790) was expended on the charitable objectives during the year.

Ahmadiyya Muslim Association – United Kingdom

Year ended 30 June 2010

Structure, governance and management

The Association is an unincorporated charity and is governed by a Constitution which sets out its objects and powers. The Constitution of the Association was adopted on 21st April 1987 and the Association was registered as a charity by the Charity Commission (No 299081) on 11th May 1988. Under the Constitution, the members of the Majlis Aamila constitute the Management Committee and are elected at the Majlis Shura (Consultative Council) which is held once a year. The Management Committee serve for a period of three years. The administration of the Association is carried out by the Management Committee which meets once a month.

The Managing Committee has formally established a sub-committee, “The Finance Committee”, which deals with the day to day financial matters of the Association. The Finance Committee also prepares the annual Income and Expenditure Budget for the approval of Majlis Shura. The Finance Committee meets once a week and comprises:

1	Mr Rafiq Ahmed Hayat	President
2	Mr Bashir Ahmad Akhtar	General Secretary
3	Mr Mansoor Ahmed Shah FCA	Vice President
4	Dr Chaudhry Nasir Ahmad	Vice President
5	Mr Mohammed Akram Ahmedi	Vice President
6	Mr Mohammed Nasser Khan	Vice President
7	Dr Shabbir Ahmed Bhatti	Vice President
8	Mr Mohammed Azhar Ahmedi ACA	Finance Secretary
9	Mr Shakeel ur Rehman Butt FCCA	Muhasib
10	Mr Said A Khan	Additional Finance Secretary

The induction process for a newly appointed member of the Majlis Aamila comprises an initial meeting with the Amir followed by a review of the powers and the responsibilities of the Management Committee and the role of the Finance Committee. Information supplied as part of the induction process includes a copy of the Association’s Constitution, a copy of the latest annual report and financial statements, copies of the minutes of the Majlis Aamila and the Finance Committee and a copy of the Charity Commission’s guidance “The Essential Trustee: What You Need to Know”.

Statement of Management Committee’s responsibilities

The Management Committee is responsible for preparing the Annual Report and Financial Statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. The Constitution of the Association requires the Management Committee to prepare financial statements for each financial year which give a true and fair view of the state of the Association's financial activities as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Management Committee should follow best practice and:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards and statements of recommended practice; and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the Association will continue on that basis.

Ahmadiyya Muslim Association – United Kingdom

Year ended 30 June 2010

The Management Committee is responsible for ensuring that proper accounting records are kept which enable it to ascertain and disclose with reasonable accuracy the financial position of the Association and which enable it to ensure that the statements comply with applicable law. It is also responsible for safeguarding the assets of the Association and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Risk management

The Management Committee has overall responsibility for ensuring that the Association has appropriate system of controls, financial and otherwise. It is also responsible for safeguarding the assets of the Association and hence taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide reassurance that

- its assets are safeguarded against unauthorised use or disposition;
- proper records are maintained and financial information used within the Association or for publication is reliable; and
- the Association complies with relevant laws and regulations.

As part of the Association's risk management process the Managing Committee acknowledges its responsibility for the Association's system of internal control and reviewing its effectiveness. It is also recognised by the Management Committee that such a system is designed to manage rather than eliminate the risk of failure to achieve the Association's objectives and can only provide reasonable, not absolute, reassurance against material misstatement or loss.

The Management Committee, through the Finance Committee, has set policies on risk and internal controls which cover the following:

- the responsibility of management to implement the Management Committee's policies and identify and evaluate risks for their consideration on an ongoing basis;
- consideration of the type of risks the Association faces;
- the level of risks which they regard as acceptable;
- the likelihood of the risks concerned materialising;
- the Association's ability to reduce the incidence and impact on its activities of risks that do materialise;
- the costs of operating particular controls relative to the benefits obtained; and
- arrangements for monitoring and reporting risk and control matters of importance, together with details of corrective action being undertaken.

As part of the above process the Finance Committee has considered the major risks to which the Association is exposed and has reviewed those risks and established systems and procedures to manage those risks.

Reserves

The Finance Committee has examined the requirement for free reserves which are those unrestricted funds not set aside for fixed assets, designated for specific purposes or otherwise committed. The Finance Committee considers that, given the nature of the Association's regular income, the funds at its disposal are sufficient to meet all its needs.

Investments

Investment decisions are taken by the Finance Committee.

Ahmadiyya Muslim Association – United Kingdom
Year ended 30 June 2010

Public benefit

In shaping our objectives for the year and planning our activities, the Trustees have considered the Charity Commission guidance on public benefit and believe that Ahmadiyya Muslim Association UK meets the necessary requirements. The remainder of this report and the separate Annual Report clearly illustrates the benefit to the public at large from the activities of the charity.

Auditors

A resolution to reappoint Haines Watts, Chartered Accountants as auditors for the ensuing year will be proposed at the next meeting of the Management Committee.

Approved and authorised for issue by the Management Committee and signed on its behalf on 19 April 2011.



Mansoor Shah FCA
Vice President

Independent auditors' report to the Management Committee of Ahmadiyya Muslim Association – United Kingdom

We have audited the financial statements of Ahmadiyya Muslim Association United Kingdom for the year ended 30 June 2010 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes, as detailed on pages 10 to 17. The financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Management Committee of the Association in accordance with Sections 43 of the Charities Act 1993 and the regulations made under Section 44 of that Act. Our audit work has been undertaken so that we might state to the charity's Management Committee 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 Charity and the charity's Management Committee as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Management Committee and Auditors

The Management Committee's responsibilities for preparation of the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Management Committee's Responsibilities.

We have been appointed as auditors under Section 43 of the Charities Act 1993 and report in accordance with regulations made under that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are prepared in accordance with Charities Act 1993. We also report to you if, in our opinion the information given in the Management Committee's Annual Report is not consistent with those financial statements, the charity has not kept sufficient accounting records, if the charity's financial statements are not in agreement with these accounting records or if we have not received all the information and explanations we require for our audit.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. The other information comprises Amir's Report and Income Reports. We consider the implications of our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Management Committee in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of the information in the financial statements.

Opinion

In our opinion the financial statements

- give a true and fair view, in accordance with the United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 30 June 2010 and of its incoming resources and application of resources, including its income and expenditure and cash flow for the year then ended, and
- have been prepared in accordance with the Charities Act 1993.

A J Wordingham (Senior Statutory Auditor)

For and on behalf of Haines Watts



Address Argyll House, 23 Brook Street, Kingston upon Thames, Surrey, KT1 2BN

Date 20 April 2011

Ahmadiyya Muslim Association - United Kingdom

Statement of Financial Activities for the year ended 30 June 2010

	Note	Unrestricted Funds	Revaluation Reserve	Designated Funds	Restricted Funds - Mosque	Total Funds 2010	Total Funds 2009
		£	£	£	£	£	£
Incoming resources							
Voluntary income							
General Income		6,311,402				6,311,402	6,451,389
Headquarters share	7.2			3,162,278		3,162,278	2,704,345
Welfare funds	7.3			77,423		77,423	155,654
Mosque funds	6				1,739,711	1,739,711	1,275,228
Headquarters funds	7.2			387,848		387,848	152,132
Other welfare funds	7.3			51,282		51,282	48,342
Disaster funds	7.4			48,847		48,847	33,372
Other funds				114		114	5
Total voluntary income		6,311,402		3,727,792	1,739,711	11,778,905	10,820,467
Investment income							
Bank interest	7.5			283		283	3,762
Total incoming resources		6,311,402		3,728,075	1,739,711	11,779,188	10,824,229
Resources expended							
Unrestricted	10	5,307,318				5,307,318	4,844,665
Headquarters share paid	7.2			3,361,382		3,361,382	3,559,299
Headquarters funds	7.2			387,848		387,848	152,132
Welfare funds	7.3			178,121		178,121	145,694
Other welfare funds	7.3			4,002		4,002	
Disasters funds	7.4			86,797		86,797	
Total resources expended		5,307,318		4,018,150		9,325,468	8,701,790
Net incoming / outgoing resources before transfers		1,004,084		(290,075)	1,739,711	2,453,720	2,122,439
Transfer between funds	6	(1,000,000)		100,000	900,000		
Net movement in funds		4,084		(190,075)	2,639,711	2,453,720	2,122,439
Total funds brought forward		6,725	475,500	420,294	31,655,786	32,558,305	30,435,866
Total funds carried forward	6,7	10,809	475,500	230,219	34,295,497	35,012,025	32,558,305

All recognised gains and losses are reflected in the Statement of Financial Activities and therefore no separate statement of the total recognised gains and losses has been presented.

The notes on pages 14 to 17 form part of these financial statements.

Ahmadiyya Muslim Association - United Kingdom

Balance Sheet as at 30 June 2010

	Note	2010		2009	
		£	£	£	£
Fixed Assets					
Tangible assets	1		33,615,789		31,374,074
Current Assets					
Cash at bank		1,439,995		460,537	
Investments	2	1,000		1,000	
Debtors	3	399,135		1,252,965	
		<u>1,840,130</u>		<u>1,714,502</u>	
Current Liabilities					
Creditors: amounts falling due within one year	4	<u>(443,894)</u>		<u>(530,271)</u>	
Net current assets/(current liabilities)			<u>1,396,236</u>		<u>1,184,231</u>
Total assets less current liabilities			<u><u>35,012,025</u></u>		<u><u>32,558,305</u></u>

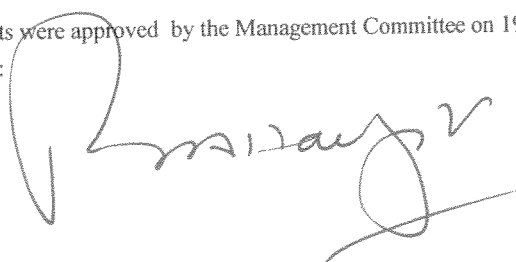
Represented by

Funds

Restricted	6		34,295,497		31,655,786
Unrestricted			10,809		6,725
Designated	7		230,219		420,294
Revaluation Reserve	5		475,500		475,500
			<u>35,012,025</u>		<u>32,558,305</u>

The financial statements were approved by the Management Committee on 19 April 2011 and signed on its behalf by:

Rafiq Ahmed Hayat
Amir



Mohammed Azhar Ahmedi
Finance Secretary



London

The notes on pages 14 to 17 form part of these financial statements

Ahmadiyya Muslim Association - United Kingdom

Cash Flow Statement for the year ended 30 June 2010

	Note	2010 £	2009 £
Net cash inflow from operating activities	1	3,221,173	1,553,516
Investing activities			
Purchase of tangible fixed assets		(2,248,538)	(2,075,085)
Depreciation of leasehold premises		6,823	6,823
Increase/(Decrease) in cash and cash equivalents	2	<u>979,458</u>	<u>(514,746)</u>
Cash and cash equivalents at 1 July 2009		460,537	975,283
Cash and cash equivalents at 30 June 2010		<u>1,439,995</u>	<u>460,537</u>

Notes to the Cash flow Statement

Note 1

Reconciliation of changes in resources to net cash inflow from operating activities

Changes in resources	2,453,720	2,122,440
Increase/(Decrease) in current liabilities	(86,377)	(109,014)
(Increase)/Decrease in debtors	<u>853,830</u>	<u>(459,910)</u>
Net cash inflow from operating activities	<u>3,221,173</u>	<u>1,553,516</u>

Note 2

Analysis of changes in cash and cash equivalents during the year

Cash at bank and in hand		
At 30 June 2010	1,439,995	460,537
At 30 June 2009	<u>(460,537)</u>	<u>(975,283)</u>
Increase/(Decrease) in cash and cash equivalents	<u>979,458</u>	<u>(514,746)</u>

The notes on pages 14 to 17 form part of these financial statements.

Ahmadiyya Muslim Association - United Kingdom

ACCOUNTING POLICIES

Convention

The financial statements have been prepared under the historical cost convention as modified to include certain fixed assets at the revalued amount (see note 1) and in accordance with applicable standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" (2005) and the Charities (Accounts and Reports) Regulations 2008.

Incoming resources

Income represents amounts voluntarily contributed by members for which collection statements have been received during the year. Amounts banked for which the collection statements are not received are not included in the income for the period until the time that the details of such income are received. Amounts so banked are treated as advance income.

Gift Aid claims made within the accounting period are included as the income for the year.

Interest received

Interest received from the bank deposit account is credited to *Ishaat Fund* and is used exclusively for the purpose of publication of literature for *Tabligh*.

Tangible fixed assets and depreciation

Land and Buildings

No depreciation is provided on freehold land.

The management committee ensures a high level of maintenance expenditure on its buildings. As such the estimated residual value of the freehold buildings is always in excess of the carrying values. No depreciation is therefore provided on these grounds.

Depreciation on leasehold properties is provided on a straight line basis over the life of the lease.

Other tangible fixed assets

Items of furniture, computers and sundry equipment purchased during the year are written off to the Revenue Account in the year of purchase. Proceeds from sale of these items are taken to the revenue account in the year of disposal.

Stock

Books and publications purchased for resale are charged to the revenue account during the year of purchase.

Foreign currencies

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction.

Funds structure

Restricted funds are spent in accordance with specific instructions of the donor.

Unrestricted income funds comprise those funds which the management committee are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the management committee at their discretion, have created a fund for a specific purpose.

Further details are disclosed in notes 6 and 7.

Ahmadiyya Muslim Association - United Kingdom

Notes to accounts

for the year ended 30 June 2010

1 Tangible Assets

	Freehold Land & Buildings £	Leasehold Land & Buildings £	Land & Buildings at valuation £	Total £
Cost/Valuation				
At 1 July 2009	30,593,076	312,321	475,500	31,380,897
Additions	2,248,538			2,248,538
At 30 June 2010	<u>32,841,614</u>	<u>312,321</u>	<u>475,500</u>	<u>33,629,435</u>
Depreciation				
At 1 July 2009		6,823		6,823
Charge for year		6,823		6,823
At 30 June 2010		<u>13,646</u>		<u>13,646</u>
Net Book Value				
At 30 June 2010	<u>32,841,614</u>	<u>298,675</u>	<u>475,500</u>	<u>33,615,789</u>
At 30 June 2009	<u>30,593,076</u>	<u>305,498</u>	<u>475,500</u>	<u>31,374,074</u>

In the absence of any reliable cost or professional valuation, the amount stated against certain tangible assets at 30 April 1979, their insurance value amounting to £475,500 has been substituted. This represents the Revaluation Reserve (see note 5).

All acquisitions since 30 April 1979 have been shown at their historical cost and these are funded from the various Mosques Funds (see note 6). New building work is capitalised and post acquisition repairs and renovation expenditure is written off in the income and expenditure account in the year in which it is incurred.

At 30 June 2010, the Association's tangible assets, together with the contents contained therein were insured for an amount in excess of fifty million pounds.

2 Investments

These are listed on the London Stock Exchange and are shown at cost.
The market value at 30th June 2010 was £981 (2009 - £2,650)

3 Debtors

		2010 £	2009 £
Loans	(note 3.1)	69,518	63,578
Advances to missions and branches	(note 3.2)	28,038	24,140
Debtors and prepayments		<u>301,579</u>	<u>1,165,247</u>
		<u>399,135</u>	<u>1,252,965</u>

3.1 Loans

These loans are advanced to members and are interest free. In addition to these, loans amounting to £15,391 (2009 - £15,391) were advanced on conditional basis.

3.2 Advances to missions and branches

These are monies held on imprest by the branches and missions.

Ahmadiyya Muslim Association - United Kingdom

Notes to accounts

for the year ended 30 June 2010

4 Creditors		2010	2009
		£	£
Advance income	(note 4.1)	65,963	69,025
Amanaat fund	(note 4.2)	205,923	264,870
Due to auxiliary organisations		39,371	38,936
Accruals		109,612	141,588
Sundry creditors		23,025	15,852
		<u>443,894</u>	<u>530,271</u>

4.1 Advance income

As explained in the Accounting Policies, this represents amounts banked for which collection statements had not been received at 30 June 2010.

4.2 Amanaat fund

These are funds advanced by the members to the Association on which no interest is paid. Amounts are held on trust and are repayable on demand.

5 Revaluation Reserve

As explained in note 1, this represents the insurance value of certain tangible assets as at 30 April 1979 for which neither historical cost nor professional valuation was available at that time.

6 Restricted Fund		Balance at 01/07/09	Incoming resources	Transfers	Balance at 30/06/10
		£	£	£	£
UK Mosques Fund	(note 6.1)	7,775,928	1,532,732	900,000	10,208,660
New Centres Fund	(note 6.2)	865,929			865,929
Baitul Futuh Mosque Fund	(note 6.3)	14,812,890			14,812,890
Birmingham Mosque Fund	(note 6.4)	1,616,013			1,616,013
Hadeeqatul Mahdi - Alton	(note 6.5)	3,461,069	15,973		3,477,042
East Region	(note 6.6)	315,937	110,542		426,479
Hartlepool Mosque Fund	(note 6.6)	1,025,655	71,818		1,097,473
Bradford Mosque Fund	(note 6.6)	1,587,609	8,646		1,596,255
Surplus on sale of property		194,756			194,756
		<u>31,655,786</u>	<u>1,739,711</u>	<u>900,000</u>	<u>34,295,497</u>

6.1 UK Mosques Fund

This fund was launched in November 1979 to acquire suitable premises for use as Mosques and Mission Houses in the United Kingdom for the benefit of members.

6.2 New Centres

This fund was launched in 1984 to acquire the Islamabad complex in Tilford, Surrey.

6.3 Baitul Futuh Mosque Fund

This fund was launched in February 1995 to acquire and develop a new mosque complex for the London Region in view of the growing needs of the UK Jamaat.

6.4 Birmingham Mosque Fund

This fund was started in July 1995 to fund the purchase and rebuild a new complex for the Birmingham Jamaat.

6.5 Hadeeqatul Mahdi - Alton

This fund was raised for the acquisition and development of a new site for the Association's Annual Convention.

6.6 These funds were raised for the acquisition and development of the respective mosques and mission houses.

Ahmadiyya Muslim Association - United Kingdom

Notes to accounts

for the year ended 30 June 2010

7 Designated Funds	(note 7.1)	2010 £	2009 £
Due to Headquarters	(note 7.2)	(56,056)	143,048
Welfare funds	(note 7.3)	7,259	7,957
Other welfare funds	(note 7.3)	72,029	24,749
Disasters funds	(note 7.4)	28,808	66,758
Ishaat fund	(note 7.5)	175,134	174,851
Other Funds	(note 7.6)	3,045	2,931
Total		230,219	420,294

7.1 Movements in Designated Funds

		Balance at 01/07/09 £	Incoming Resources £	Resources expended £	Transfers £	Balance at 30/06/10 £
Due to Headquarters	(note 7.2)	143,048	3,162,278	(3,361,382)		(56,056)
Headquarters Funds	(note 7.2)		387,848	(387,848)		
Welfare Funds	(note 7.3)	7,957	77,423	(178,121)	100,000	7,259
Other Welfare Funds	(note 7.3)	24,749	51,282	(4,002)		72,029
Disasters Funds	(note 7.4)	66,758	48,847	(86,797)		28,808
Ishaat Fund	(note 7.5)	174,851	283			175,134
Other Funds	(note 7.6)	2,931	114			3,045
		420,294	3,728,075	(4,018,150)	100,000	230,219

7.2 Amounts due to Headquarters are due to Ahmadiyya Muslim Jamaat and are in accordance with the Constitution of Ahmadiyya Muslim Association UK. Ahmadiyya Muslim Association is a UK registered charity.

7.3 Welfare funds are for the relief of poverty and assistance to the disadvantaged.

7.4 Disaster funds are for the purpose of providing humanitarian relief in the event of natural or man made disasters. These funds are spent through recognised international aid agencies.

7.5 Ishaat fund represents bank interest received and is used solely for the purpose of producing and distributing Islamic literature.

7.6 There is a standing decision to transfer amounts received from Gift Aid to the Mosque Fund.

8 Taxation

Ahmadiyya Muslim Association UK is a registered charity and is exempt from taxation.

9 Contracts and Commitments

Capital expenditure contracted for at 30 June 2010 amounted to £1,059,000 (2009: £456,750) payable within one year.

Ahmadiyya Muslim Association - United Kingdom

Notes to accounts

for the year ended 30 June 2010

10 Analysis of the total resources expended	2010	2009
	£	£
Staff salaries	528,103	372,008
Annual convention	1,511,032	1,640,298
Property expense	873,265	720,800
Maintenance of branches	762,487	604,364
Literature and publications	176,052	112,300
Broadcasting sponsorship	200,000	200,000
Educational Institute	504,512	318,306
Meetings and conferences	160,965	149,122
Khilafat Centenary	24,553	281,032
Hospitality and kitchen	189,392	140,324
Travel and transport	48,663	37,624
Printing, postage telephone	187,129	148,730
Miscellaneous (including audit fee and depreciation)	129,786	108,822
Homeopathy department	11,379	10,935
Unrestricted expenditure	<u>5,307,318</u>	<u>4,844,665</u>
Headquarters share paid	3,749,230	3,559,299
Designated funds	<u>268,920</u>	<u>297,826</u>
	<u><u>9,325,468</u></u>	<u><u>8,701,790</u></u>

11 Analysis of staff costs	2010	2009
	£	£
Staff salaries and social security costs	528,103	372,008
	<u><u>528,103</u></u>	<u><u>372,008</u></u>

The average number of paid staff, either full time or part-time during the year was 109 (2009: 90), with all employee time involved in providing either support to the governance of the charity or support services to the charity. No employee earned more than £60,000 during the year (2009: None).

12 Management Committee's Remuneration.

All members of the Management Committee are volunteers and they do not receive any remuneration for their services (2009: £Nil).

13 Auditors remuneration	2010	2009
	£	£
Audit fee	12,000	12,000
	<u><u>12,000</u></u>	<u><u>12,000</u></u>