

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
THE KHAYAMI FOUNDATION**

Hartley Fowler LLP
Chartered Accountants
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THE KHAYAMI FOUNDATION

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THE KHAYAMI FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 31 December 2020. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal activities of the charity are to advance the education of children and adults, to advance medical research, social welfare, the relief of need, hardship and distress and the advancement of religion.

The Khayami Foundation was established as a UK-based charitable trust in November 2000. The objects of the Foundation are deliberately expressed in the broadest terms, providing its trustees with the widest mandate to offer aid and assistance where it is felt to be most needed.

However, it is nonetheless, the will of its Trustees that the Foundation should primarily focus its attention on the ethos that peace and tolerance amongst nations can be achieved through the promotion of education and mutual understanding between people of all races and religions.

Significant activities

Major activities undertaken in 2020 were to provide donations in support of healthcare and education. Support was also given to other charitable causes as shown in the notes to the financial statements.

Public benefit

The trustees have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charities Commission.

Grantmaking

In view of the wide range of objects which The Khayami Foundation is seeking to benefit, the trustees give much time to discussing the many requests for aid that are received from other charities and as to how the maximum benefits might be achieved in terms of the charity's objects.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Summary of the main achievements during the year

The Khayami Foundation was able to make charitable grants of £240,000 in support of healthcare, education and other charitable causes.

Performance achieved in charitable activities against objectives set

The aforementioned donations enabled The Khayami Foundation to fulfil its objective of the advancement of education of children and adults, to advance medical research, social welfare, the relief of need, hardship and distress and the advancement of religion.

Fundraising activities

The Khayami Foundation does not undertake fund raising activities.

Investment performance

The Khayami Foundation does not rely on funds invested to balance its budget.

Covid-19

The pandemic has disrupted physical meetings of the Trustees, however, all meetings have been conducted remotely. The charity's income has not been affected and the trustees have been considering the impact of the Covid-19 pandemic. In 2020 The Khayami Foundation supported food banks with 5 x £5,000 to the Trussell Trust and 2 x £10,000 to The Caring Family Foundation.

FINANCIAL REVIEW

Financial position

The incoming resources for 2020 were £312,560 (2019 - £264). The Khayami Foundation made charitable donations of £240,000 (2019 - £73,000). The charity has unrestricted reserves of £126,915 as at 31 December 2020.

THE KHAYAMI FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

FINANCIAL REVIEW

Investment policy and objectives

There are no restrictions on the charity's powers to invest. However, the trustees are risk averse and will select any investments with that attitude in mind.

Reserves policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which provides sufficient funds to cover management and administration and support costs and to respond to applications for grants which arise from time to time.

Funds in deficit

There are no funds in deficit.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Khayami Foundation is governed by the Trust Deeds and is organised according to the recommendations of the Charity Commission for England and Wales.

Charity constitution

The Khayami Foundation is constituted as an unincorporated charity.

Recruitment and appointment of new trustees

New trustees are selected according to their interest in the objectives of the charity and their experience in their respective fields.

Organisational structure

The Khayami Foundation is governed by a board of three trustees chosen for their range of skills. It is represented by people with business and management experience. The trustees are primarily responsible for controlling the management and administration of The Khayami Foundation charity and bear the ultimate responsibility for directing the affairs of The Khayami Foundation and ensuring that it is solvent, well run and delivering the charitable outcomes for which The Khayami Foundation has been set up.

Induction and training of new trustees

New trustees are given an induction kit including: Charity Commission of England and Wales "The Essential Trustee" that sets out the rules and regulations on the role, duties, and liabilities of trustees. The appointment of trustees is confirmed only after they show understanding of a trustee's role, duties and liabilities.

Related parties

These are disclosed in the note to the financial statements 'Related Party Transactions'.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees have a risk management policy, which encompasses financial, operational, legal/regulatory, strategic and reputation and public interest. There is an annual review of the risks the charity may face. Although the charity faces few risks this review has allowed the trustees to identify these risks and set up necessary procedures.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1083433

Principal address

4th Floor Tuition House
27-37 St George's Road
Wimbledon
London
SW19 4EU

THE KHAYAMI FOUNDATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

Trustees

A Khayami
H A S Gramian
H B Peters

Independent Examiner

Jonathan Askew FCA
ICAEW
Hartley Fowler LLP
Chartered Accountants
4th Floor Tuition House
27-37 St George's Road
Wimbledon
London
SW19 4EU

Approved by order of the board of trustees on 11 May 2021 and signed on its behalf by:



A Khayami - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE KHAYAMI FOUNDATION

Independent examiner's report to the trustees of The Khayami Foundation

I report to the charity trustees on my examination of the accounts of The Khayami Foundation (the Trust) for the year ended 31 December 2020.

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

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ICAEW which is one of the listed bodies.

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.



Jonathan Askew FCA
ICAEW
Hartley Fowler LLP
Chartered Accountants
4th Floor Tuition House
27-37 St George's Road
Wimbledon
London
SW19 4EU

11 May 2021

THE KHAYAMI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

		2020 Unrestricted fund £	2019 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	3	312,500	-
Investment income	4	60	264
Total		312,560	264
EXPENDITURE ON			
Charitable activities			
Charitable activities		242,760	75,700
NET INCOME/(EXPENDITURE)		69,800	(75,436)
RECONCILIATION OF FUNDS			
Total funds brought forward		57,055	132,491
TOTAL FUNDS CARRIED FORWARD		126,855	57,055

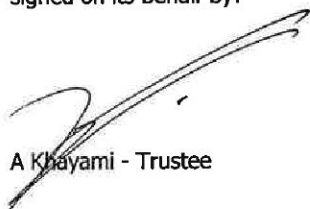
The notes form part of these financial statements

THE KHAYAMI FOUNDATION

BALANCE SHEET 31 DECEMBER 2020

	Notes	2020 Total funds £	2019 Total funds £
CURRENT ASSETS			
Cash at bank		128,745	58,885
CREDITORS			
Amounts falling due within one year	8	(1,890)	(1,830)
NET CURRENT ASSETS		<u>126,855</u>	<u>57,055</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		126,855	57,055
NET ASSETS		<u>126,855</u>	<u>57,055</u>
FUNDS	9		
Unrestricted funds		126,855	57,055
TOTAL FUNDS		<u>126,855</u>	<u>57,055</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 11 May 2021 and were signed on its behalf by:



A Khayami - Trustee

The notes form part of these financial statements

THE KHAYAMI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. GENERAL INFORMATION

The charity is a UK-based charitable trust. The address of its registered office is 4th Floor, Tuition House, 27-37 St George's Road, Wimbledon, London SW19 4EU. The registered number of the charity is 1083433.

The financial information presented is for the year ended 31 December 2020. The financial information is presented in sterling.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern. In future years, the key risks to the charity are a fall in income. The trustees have a series of measures to control, mitigate and minimise the effects of a fall in income, including a prudent reserves policy.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All 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 received and the amount can be measured reliably.

The following specific policies apply to the categories of income:

- i) Donations and gift aid are recognised when the charity has been notified in writing of both the amount and settlement date.
- ii) Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Expenditure

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.

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.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated to such activities and those costs of an indirect nature necessary to support them.

Governance costs

Governance costs include those costs incurred in the governance of the charity and comprise the production of the statutory accounts and the independent examination.

THE KHAYAMI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

2. ACCOUNTING POLICIES - continued

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.

Financial instruments

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

Cash at bank

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

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are recognised at the invoiced cost prepaid.

Creditors

Creditors are recognised when the charity has a present obligation resulting from a past event that will probably results in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at the settlement amount.

3. DONATIONS AND LEGACIES

	2020 £	2019 £
Donations	250,000	-
Gift aid	62,500	-
	<u>312,500</u>	<u>-</u>

4. INVESTMENT INCOME

	2020 £	2019 £
Deposit account interest	60	264
	<u>60</u>	<u>264</u>

5. GRANTS PAYABLE

	2020 £	2019 £
Charitable activities	240,000	73,000
	<u>240,000</u>	<u>73,000</u>

THE KHAYAMI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

5. GRANTS PAYABLE - continued

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

	2020	2019
	£	£
Chelsea & Westminster Hospital	67,500	50,000
Westminster School	50,000	-
London Playing Fields Foundation	10,000	12,500
Croydon Health Services Charitable Fund	-	5,000
Epsom College Education Trust	-	5,000
Mind In Croydon	-	500
West London Welcome	2,500	-
The Caring Family Foundation	20,000	-
Trussell Trust	25,000	-
United Church Learning Trust	65,000	-
	<u>240,000</u>	<u>73,000</u>

6. SUPPORT COSTS

	Governance costs
	£
Charitable activities	<u>2,760</u>

Support costs, included in the above, are as follows:

Governance costs

	2020 Charitable activities	2019 Total activities
	£	£
Independent examiner fees	<u>2,760</u>	<u>2,700</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

THE KHAYAMI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other creditors	<u>1,890</u>	<u>1,830</u>

9. MOVEMENT IN FUNDS

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	57,055	69,800	126,855
TOTAL FUNDS	<u>57,055</u>	<u>69,800</u>	<u>126,855</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	312,560	(242,760)	69,800
TOTAL FUNDS	<u>312,560</u>	<u>(242,760)</u>	<u>69,800</u>

Comparatives for movement in funds

	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	132,491	(75,436)	57,055
TOTAL FUNDS	<u>132,491</u>	<u>(75,436)</u>	<u>57,055</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	264	(75,700)	(75,436)
TOTAL FUNDS	<u>264</u>	<u>(75,700)</u>	<u>(75,436)</u>

THE KHAYAMI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

10. RELATED PARTY DISCLOSURES

During the year the Foundation received donations of £250,000 (2019 - £nil) from a trustee.