

Report of the Trustees and
Financial Statements for the Year Ended 31 July 2023
for
Guru Maneyo Granth Gurdwara

RA Audit Services Limited
2nd Floor
Grove House
55 Lowlands Road
Harrow
Middlesex
HA1 3AW

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for the Year Ended 31 July 2023

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2023. 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

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

The objective of the charity is to:

- (i) Advance the Sikh Religion in the UK, including through the provision of temples, to practice the teachings of Sri Guru Granth Sahib jee, the Eternal Guru of the Sikhs, which explains how to meet God during this lifetime.
- (ii) To relieve poverty and sickness and to advance education both generally and in the principles of the Sikh faith for the benefit of the public.

OBJECTIVES AND ACTIVITIES

Significant activities

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set.

Art Gallery

The Charity has established a permanent Sikh Art Gallery - Without Shape Without Form. The Gallery is dedicated to illustrating the grand narrative of the Sikh faith and its development through pivotal historical events. The Charity's aim is to use art as a medium to educate those from all communities about the universal teachings of the Sikh faith and to foster and showcase the wealth of creative talent that lies untapped in the community.

Through the year the Gallery welcomes several thousand visitors from all communities and also hosts special visits for schools and local organisations from both public and private sectors.

In November 2019 a new exhibition "Eq1" was launched at the Gallery, supported by the Arts Council UK. The exhibition celebrated the 550th birth anniversary of the first Sikh Guru, Sri Guru Nanak Dev Jee and their teachings of Simran (meditation), earning an honest living and sharing with the needy. The new contemporary style exhibition was hugely successful in attracting many new visitors opening the teachings of Sri Guru Nanak Dev Jee to new audiences and giving an opportunity those in the creative industries to participate in a community project.

Following the success of the Without Shape Without Form gallery in Slough, a touring exhibition called the Journey of the Mind commenced in 2021. Journey of the Mind brings Sikh Teachings and heritage to a contemporary context to spark conversation and exchange beyond racial and religious boundaries. The exhibition aims to evoke curiosity about the internal journey of the mind and promote greater understanding of the mind and well-being. The exhibition visited Glasgow in October 2022 and was hosted at the Kelvingrove Art Gallery and Museum. A series of workshops and events were held at various locations including the V&A Dundee. The Glasgow Minds football tournament was held to raise awareness about mental health. The exhibition then travelled to the Arnolfini in Bristol. The exhibition and events programme ran from 5 November to 4 December 2022. Events included Simran workshops and Discover the Mind activities for children. In 2023 the exhibition started the year at The New Art Exchange in Nottingham, again attracting visitors from all faiths, backgrounds and a broad range of age groups. Events included the Nottingham Minds Football Tournament in February 2023, Discover the Mind and Once Upon a Mind in March 2023. In April 2023 we held the Art of Expression event in Leicester and Power of Connection event in Sheffield. The success and growing popularity of the touring exhibition was encapsulated in the arrival of the exhibition in London in September 2023 at the Victoria & Albert Museum. A unique collaboration with British-born Canadian artist Nirbhai Sidhu, delivered the Unstruck Melody, an experience that combined spirituality and knowledge to the thousands that visited both the exhibition and attended the programme of events across London.

Children and Youth Camps and Live Theatre

We held camps for children in July and December 2023, both camps were attended by over seven hundred children, learning and practicing the Sikh values of Simran meditation, honest living, self-less service and equality. Children were also able to see a new live theatre performance from Gopi & Joti.

OBJECTIVES AND ACTIVITIES

In addition to the above the Gurdwara has a busy calendar of events that run throughout the year, including a monthly Akhand Paath Sahib (continuous reading of Sri Guru Granth Sahib Ji) and monthly Simran meditation and Children Seva events.

Public benefit

Skills Academy

An initiative to provide the local community with much-needed training facilities saw the creation of the UK's first free City & Guilds accredited academy; Refresh. Members from across the diverse Slough community have continued to benefit from free training courses. Students have progressed to employment, further education or to establishing new businesses.

Students are able to acquire carpentry, electrical, plumbing, plastering and bricklaying skills as part of the broad-based construction course taught by qualified tutors. The academy's success has been recognised through the various awards it has received and more importantly glowing testimonials from the students themselves.

Courses re-started successfully after the pandemic in April 2022.

Volunteers

The Queen's Award for Voluntary Service

One of the Charity's objectives is to relieve poverty and sickness, consistent with this aim the Charity since inception, has operated a free communal kitchen (known as Langar) where anyone, regardless of faith or background, can have a free meal. This service is available to all the public every day of the year. The charity serves on average 5000 free meals a week through its communal kitchen. However, restrictions presented by the pandemic meant that those in need were not able to come to the Gurdwara for food. In response to the needs of the community at a time of national crisis the Charity commenced a Free Food Programme at the start of the COVID pandemic in March 2020. The Charity collaborated with other charities and organisation to distribute over 430 tonnes of fresh produce and provided over 1 million freshly cooked, nutritious, vegetarian hot meals to the homeless, needy & NHS staff, all over London & Greater London. The Charity's food support program featured was on the BBC in June 2020 and in June 2021 the Charity received The Queen's Award for Voluntary Service, the highest award a voluntary group can receive in the UK.

As the pandemic receded the Charity's free food support program has been adapted to again focus on the needs of local residents that require support to meet their individual and family food needs. The surge in cost of living, driven by energy prices has again in 2022 seen a surge in local demand for our free food services. These services to the local community continued to be delivered through 2023 and to date.

FINANCIAL REVIEW

Financial position

The charity has maintained a sound financial position throughout the period. This was achieved through careful cost management and a stable income base from long term members of the congregation.

Total income for the year to July 2023 was £1.8m. The decrease versus income of £3.8m in 2022 was due to fund raising activities in the year to July 2022 that allowed the charity to purchase a school which will provide education to girls. Through 2023 refurbishment of the school site took place with opening of the school planned for 2024.

The strong income flow reflects the commitment of the congregation to the charity's objectives and trust in the charity's management team to continue to grow the charity in line with its objectives in the field of education.

Given the reduction in size of the local congregation in Swindon over the last few years, particularly post pandemic, the Swindon Gurdwara site was sold and a smaller Gurdwara more suited to the needs of the smaller local Swindon congregation was simultaneously purchased. The sale of the Swindon site provided a net £1.0m in funds, which will go towards funding the refurbishment of the new school.

Overall congregation numbers have continued to grow in Slough through engagement at regular monthly events and children's camps. Congregation growth helps provide additional funding to meet increased energy and food costs at time of high inflation.

The charity continues to implement prudent cost management introduced during the pandemic. After completing the sale of the older Swindon Gurdwara and purchase of the new Swindon Gurdwara, the charity had funds in the bank of £1.2 million. The ability to raise funds, absorb increased costs and maintain funds to cover operating expenses demonstrate the charity's financial strength and resilience and continued sound financial management.

FINANCIAL REVIEW

Reserves policy

Reserve levels indicate that there are no material risks to the organisation's ability to operate as a going concern. As a result, the accounts have been prepared on a going concern basis.

The Trustees have confirmed that, after careful review of the reserves policy, the most appropriate measure of reserves for the Charity is by reference to the Charity's liquidity position. In considering the adequacy of the reserves, the Trustees have taken into account the largely discretionary nature of its expenditure and the relatively stable level of annual donations received.

The Trustees consider the key measure of sustainability for the Charity to be current and future liquidity cover, rather than the surplus or deficit accounting position. As a consequence, the trustees have set appropriate reserves policies relating to liquidity based on the relationship between readily realisable assets, on-going level of donations received and the cash requirements associated with sustaining the Charity's operations for a period. In establishing this policy, the Board of Trustees conducts an annual review of the level of unrestricted reserves in the general fund by considering risks associated with the various income streams, expenditure plans and balance sheet items. This enables an estimate to be made of the level of reserves that are sufficient:

- to allow time for re-organisation in the event of a downturn in income or asset values;
- to protect ongoing work programme; and
- to allow the Charity to meet its objectives.

Risks and issues considered by the Board of Trustees in making this judgement on the level of unrestricted reserves include:

- likelihood of a downturn in income streams;
- period of time required to re-establish income streams;
- period of time required to downsize the Charity operations;
- whether there is adequate control over budgets; and
- requirements for a reasonable level of working capital.

The Trustees have also assessed other operational and business risks which they face and confirm that they have established systems to mitigate the significant risks. In the event of the Charity facing difficult financial circumstances, this would allow it to continue operations during a period of managed adjustment to these new circumstances. The Trustees review the Charity's reserves policy annually and are satisfied with the level of cash reserves at the end of 2023 which amounted to £1.2m. The Charity's total unrestricted reserves amounted to £1.2m which the trustees consider is sufficient to fund ongoing costs of the Charity for at least one year and will maintain them at this level by continuing its fund-raising activities as in previous years and managing its outgoings.

FINANCIAL REVIEW

Going concern

Following the easing of covid restrictions the charity has seen income and congregation numbers rise back to pre-covid levels. The strong financial performance this year is testimony to the valuable service the charity provides to all the community and the strength in its financial management.

The trustees are confident of the ongoing support of the organisation's congregation and therefore believe it is appropriate to adopt the going concern principle in preparing its accounts.

Trustees are not expecting any material on-going impact on the revenue. The Charity has sufficient reserves to sustain key activities for long term through sound financial management and planning. Based on the financial and activity assessment the Charity will continue as going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charity is a company governed by its Memorandum and Articles of Association dated 7 July 2005 as amended by special resolution(s) dated 9 August 2009 and 13 June 2021. The charity is registered as a charity with the Charity Commission.

Charity has also changed its Registered office address from C/O Pmkc Pmkc Sikh Temple Crampton Road Greenbridge Estate Greenbridge Swindon SN3 3JJ to 221 Bath Road Slough SL1 4BA on 16 July 2021

Recruitment and appointment of new trustees

The Board of Trustees requires a breadth and depth of experience to carry out its duties. New Trustees are appointed by existing trustees after consideration of the skills required by the Charity to meet both current and future objectives. New Trustees are likely to be familiar with the work of the Charity and are made aware of the scope of their responsibilities under the Charity Act as part of their induction training.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05502833 (England and Wales)

Registered Charity number

1111986

Registered office

221 Bath Road
Slough
United Kingdom
SL1 4BA

Report of the Trustees
for the Year Ended 31 July 2023

Trustees

Mr A S Khaira
Mr S S Dhillon
Mr K S Sidhu
Mr S Singh (resigned 17.3.24)
Mrs M K Dosanjh
Mr J Singh (resigned 6.1.24)
Mr S S Hayre

Company Secretary

Mr S S Dhillon

Auditors

RA Audit Services Limited
2nd Floor
Grove House
55 Lowlands Road
Harrow
Middlesex
HA1 3AW

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Guru Maneyo Granth Gurdwara for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware;
and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Report of the Trustees
for the Year Ended 31 July 2023

AUDITORS

The auditors, RA Audit Services Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 28 April 2024 and signed on its behalf by:

Kulwant Singh Sidhu

Mr K S Sidhu - Trustee

Opinion

We have audited the financial statements of Guru Maneyo Granth Gurdwara (the 'charitable company') for the year ended 31 July 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities including fraud are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

The client partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify and recognise non-compliance with applicable laws and regulations.

- 1) We identified the laws and regulations applicable to the charitable company through discussions with directors, key management personnel and from our commercial knowledge and experience.
- 2) We focused on specific laws and regulations which we considered may have a direct effect on financial statements or the operations of the charitable company including Companies Act 2006, current taxation legislation, data protection, anti-bribery and money laundering, food safety, employment and health and safety legislation.
- 3) We assessed the extent of compliance with the laws and regulations identified above through making enquiries of management.
- 4) Identified laws and regulations were communicated with the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur by;

- 1) Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual suspected and alleged fraud and
- 2) Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- 1) Performed analytical procedures to identify any unusual and unexpected relationships,
- 2) Tested journal entries to identify unusual transactions,
- 3) Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- 1) Agreeing financial statements disclosures to underlying supporting documentation.
- 2) Enquiring of management as to actual and potential litigation and claims and
- 3) Reviewing correspondence with HMRC, enquiring of management over health and safety.

Report of the Independent Auditors to the Members of
Guru Maneyo Granth Gurdwara

There are inherent limitations in our audit procedures described above. Auditing standards also limit the audit procedures required to identifying non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Poonam Madani BFP ACA FCCA (Senior Statutory Auditor)

for and on behalf of RA Audit Services Limited

2nd Floor

Grove House

55 Lowlands Road

Harrow

Middlesex

HA1 3AW

Poonam Madani

Date: 29/04/2024

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 July 2023

	Notes	Unrestricted fund £	Restricted funds £	31.7.23 Total funds £	31.7.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	1,056,721	-	1,056,721	3,579,888
Other trading activities	4	186,250	40,000	226,250	236,767
Other income	5	4,614	495,353	499,967	2,662
Total		1,247,585	535,353	1,782,938	3,819,317
EXPENDITURE ON					
Charitable activities	6				
Repairs and maintenance		77,668	-	77,668	55,561
Water		3,588	-	3,588	1,329
Light and heat		146,664	-	146,664	28,093
Insurance		42,935	-	42,935	25,527
Telephone		5,314	-	5,314	4,500
Office expenses		4,225	-	4,225	5,052
Bank charges		1,190	-	1,190	1,953
Depreciation		20,388	267,731	288,119	229,307
Bank loan interest		224,098	-	224,098	127,831
Food and materials		81,865	-	81,865	65,697
Donation		-	-	-	25,000
Marketing		16,149	-	16,149	11,422
Sundries		14,076	-	14,076	16,277
Audit fees		9,600	-	9,600	12,460
Legal and Professional fees		7,020	-	7,020	52,768
Exhibition and event		195,720	-	195,720	267,628
Total		850,500	267,731	1,118,231	930,405
NET INCOME		397,085	267,622	664,707	2,888,912
Transfers between funds	19	369,121	(369,121)	-	-
Net movement in funds		766,206	(101,499)	664,707	2,888,912
RECONCILIATION OF FUNDS					
Total funds brought forward		418,264	10,280,955	10,699,219	7,810,307
TOTAL FUNDS CARRIED FORWARD		1,184,470	10,179,456	11,363,926	10,699,219

The notes form part of these financial statements

Statement of Financial Position
31 July 2023

	Notes	Unrestricted fund £	Restricted funds £	31.7.23 Total funds £	31.7.22 Total funds £
FIXED ASSETS					
Tangible assets	13	72,969	13,568,462	13,641,431	14,094,944
CURRENT ASSETS					
Debtors	14	37,514	-	37,514	14,649
Cash at bank and in hand		1,218,601	-	1,218,601	406,342
		<u>1,256,115</u>	<u>-</u>	<u>1,256,115</u>	<u>420,991</u>
CREDITORS					
Amounts falling due within one year	15	(144,614)	(242,254)	(386,868)	(413,229)
NET CURRENT ASSETS		<u>1,111,501</u>	<u>(242,254)</u>	<u>869,247</u>	<u>7,762</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,184,470	13,326,208	14,510,678	14,102,706
CREDITORS					
Amounts falling due after more than one year	16	-	(3,146,752)	(3,146,752)	(3,403,487)
NET ASSETS		<u>1,184,470</u>	<u>10,179,456</u>	<u>11,363,926</u>	<u>10,699,219</u>
FUNDS	19				
Unrestricted funds				1,184,470	418,264
Restricted funds				<u>10,179,456</u>	<u>10,280,955</u>
TOTAL FUNDS				<u>11,363,926</u>	<u>10,699,219</u>

The notes form part of these financial statements

Statement of Financial Position - continued

31 July 2023

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on *28 April 2024* and were signed on its behalf by:

Kulwant Smit Sidhu

Mr K S Sidhu - Trustee

S S Dhillon

Mr S S Dhillon - Trustee

Statement of Cash Flows
for the Year Ended 31 July 2023

	Notes	31.7.23 £	31.7.22 £
Cash flows from operating activities			
Cash generated from operations	1	617,864	3,424,995
Interest paid		(224,098)	(127,810)
Net cash provided by operating activities		<u>393,766</u>	<u>3,297,185</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(608,017)	(3,820,036)
Sale of tangible fixed assets		1,268,764	-
Net cash provided by/(used in) investing activities		<u>660,747</u>	<u>(3,820,036)</u>
Cash flows from financing activities			
Loan repayments in year		(242,254)	(205,128)
Net cash used in financing activities		<u>(242,254)</u>	<u>(205,128)</u>
Change in cash and cash equivalents in the reporting period		<u>812,259</u>	<u>(727,979)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>406,342</u>	<u>1,134,321</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,218,601</u></u>	<u><u>406,342</u></u>

The notes form part of these financial statements

Notes to the Statement of Cash Flows
for the Year Ended 31 July 2023

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.7.23 £	31.7.22 £
Net income for the reporting period (as per the Statement of Financial Activities)	664,707	2,888,912
Adjustments for:		
Depreciation charges	288,119	229,307
Profit on disposal of fixed assets	(495,353)	-
Interest paid	224,098	127,810
(Increase)/decrease in debtors	(22,865)	57,722
(Decrease)/increase in creditors	(40,842)	121,244
Net cash provided by operations	<u>617,864</u>	<u>3,424,995</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.8.22 £	Cash flow £	At 31.7.23 £
Net cash			
Cash at bank and in hand	406,342	812,259	1,218,601
	<u>406,342</u>	<u>812,259</u>	<u>1,218,601</u>
Debt			
Debts falling due within 1 year	(227,772)	(14,481)	(242,253)
Debts falling due after 1 year	(3,403,487)	256,735	(3,146,752)
	<u>(3,631,259)</u>	<u>242,254</u>	<u>(3,389,005)</u>
Total	<u>(3,224,917)</u>	<u>1,054,513</u>	<u>(2,170,404)</u>

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in those non statutory financial statements are rounded to the nearest £.

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. Income from fund raising activities is accounted for on cash basis. Charity also generates rental income by letting parking space of Gurdwara. Rental Income is accrued on a monthly basis.

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.

Allocation and apportionment of costs

Expenditure is used for charitable purpose and premises and establishment costs. These are allocated accordingly in respect of the support and running of the Gurdwara and supporting its running costs and services to the congregation.

Tangible fixed assets

Tangible fixed assets are stated at cost net of depreciation and any impairment losses.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property - 2% straight line basis

Plant and Machinery - 15% straight line basis

No depreciation is charged on freehold land.

Taxation

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

1. ACCOUNTING POLICIES - continued

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.

Designated funds are a portion of unrestricted funds that the charity trustees have set aside for a particular purpose hence restricted for that purpose.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Government grants

Government grants are recognised at the fair value of consideration received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Financial Instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

1. ACCOUNTING POLICIES - continued

Cash at bank and in hand

Cash at bank and cash in hand includes immediate access and overnight bank deposits. Cash held in fixed term deposit account are also classified as cash at bank and in hand as they are generally held with the overall intention of retaining cash in hand for liquidity purpose.

Going Concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the company's accounting policies, the trustees are required to make judgments estimates and assumptions about the carrying amount of the assets and liabilities that are not readily apparent from other are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key Sources of estimation uncertainty

The following judgements have had the most significant effect on amounts recognised in the financial statements.

Useful lives of tangible fixed assets

The costs of tangible fixed assets less their residual value are depreciated over their estimated useful economic lives which are estimated by the trustees. Changes in the expected level of usage and technological developments could impact on the useful economic lives of these assets; therefore, further depreciation charges could be revised. The level of provision is required on an on-going basis and is disclosed in note 13 to the accounts.

Notes to the Financial Statements - continued
for the Year Ended 31 July 2023

3. DONATIONS AND LEGACIES

	31.7.23	31.7.22
	£	£
Donations	984,612	3,373,034
Gift aid	72,109	206,854
	<u>1,056,721</u>	<u>3,579,888</u>

4. OTHER TRADING ACTIVITIES

	31.7.23	31.7.22
	£	£
Rental income	186,250	186,767
Grants	40,000	50,000
	<u>226,250</u>	<u>236,767</u>

5. OTHER INCOME

	31.7.23	31.7.22
	£	£
Gain on sale of tangible fixed assets	495,353	-
Bank interest	4,614	2,662
	<u>499,967</u>	<u>2,662</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 7)	Totals
	£	£	£
Repairs and maintenance	77,668	-	77,668
Water	3,588	-	3,588
Light and heat	146,664	-	146,664
Insurance	42,935	-	42,935
Telephone	5,314	-	5,314
Office expenses	4,225	-	4,225
Bank charges	1,190	-	1,190
Depreciation	288,119	-	288,119
Bank loan interest	224,098	-	224,098
Food and materials	81,865	-	81,865
Marketing	16,149	-	16,149
Sundries	14,076	-	14,076
Audit fees	-	9,600	9,600
Legal and Professional fees	7,020	-	7,020
Exhibition and event	195,720	-	195,720
	<u>1,108,631</u>	<u>9,600</u>	<u>1,118,231</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2023

7. SUPPORT COSTS

	Governance costs
	£
Audit fees	9,600
	<u> </u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.7.23	31.7.22
	£	£
Auditors' remuneration	9,600	12,460
Depreciation - owned assets	288,119	229,307
Surplus on disposal of fixed assets	(495,353)	-
	<u> </u>	<u> </u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2023 nor for the year ended 31 July 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2023 nor for the year ended 31 July 2022.

10. STAFF COSTS

There were no employees' remuneration or other benefits for the year ended 31 July 2022 and 31 July 2021.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2,870,933	708,955	3,579,888
Other trading activities	186,767	50,000	236,767
Other income	2,662	-	2,662
Total	<u>3,060,362</u>	<u>758,955</u>	<u>3,819,317</u>
EXPENDITURE ON			
Charitable activities			
Repairs and maintenance	55,561	-	55,561
Water	1,329	-	1,329
Light and heat	28,093	-	28,093
Insurance	25,527	-	25,527
Telephone	4,500	-	4,500

Notes to the Financial Statements - continued
for the Year Ended 31 July 2023

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
Office expenses	5,052	-	5,052
Bank charges	1,953	-	1,953
Depreciation	17,243	212,064	229,307
Bank loan interest	127,831	-	127,831
Food and materials	65,697	-	65,697
Donation	25,000	-	25,000
Marketing	11,422	-	11,422
Sundries	16,277	-	16,277
Audit fees	12,460	-	12,460
Legal and Professional fees	52,768	-	52,768
Exhibition and event	267,628	-	267,628
Total	718,341	212,064	930,405
NET INCOME	2,342,021	546,891	2,888,912
Transfers between funds	(3,583,376)	3,583,376	-
Net movement in funds	(1,241,355)	4,130,267	2,888,912
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported	1,387,030	6,150,688	7,537,718
Prior year adjustment	272,589	-	272,589
As restated	1,659,619	6,150,688	7,810,307
TOTAL FUNDS CARRIED FORWARD	418,264	10,280,955	10,699,219

12. USE OF VOLUNTEERS

Guru Maneyo Granth Gurdwara enlists the services of volunteers in delivering the aims and objectives of the Charity. The volunteers are organised into teams with supervisors and co-ordinators managing the allocation to duties across teams. Key departments in the charity are Finance, Building Management, Children's Education and Teaching, Kitchen and Food Services, Prayer Hall and Religious Services, Media and Audio/Visual. The contribution of the volunteers cannot be quantified so is not included in the accounts.

Notes to the Financial Statements - continued
for the Year Ended 31 July 2023

13. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Totals £
COST			
At 1 August 2022	15,926,721	430,354	16,357,075
Additions	568,916	39,101	608,017
Disposals	(1,014,019)	-	(1,014,019)
At 31 July 2023	15,481,618	469,455	15,951,073
DEPRECIATION			
At 1 August 2022	1,886,033	376,098	2,262,131
Charge for year	267,731	20,388	288,119
Eliminated on disposal	(240,608)	-	(240,608)
At 31 July 2023	1,913,156	396,486	2,309,642
NET BOOK VALUE			
At 31 July 2023	13,568,462	72,969	13,641,431
At 31 July 2022	14,040,688	54,256	14,094,944

The freehold property above includes the value of the land £2,569,113 (2022: £2,617,065).

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.23 £	31.7.22 £
Trade debtors	2,250	-
Prepayments	35,264	14,649
	37,514	14,649

Notes to the Financial Statements - continued
for the Year Ended 31 July 2023

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.7.23	31.7.22
	£	£
Bank loans and overdrafts (see note 17)	242,253	227,772
Trade creditors	47,135	-
VAT	8,253	8,395
Other creditors	5,711	88,920
Accruals and deferred income	83,516	88,142
	<u>386,868</u>	<u>413,229</u>

Accruals and deferred income includes £24,417 (2022 : £26,667) in relation to rental income.

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.7.23	31.7.22
	£	£
Bank loans (see note 17)	<u>3,146,752</u>	<u>3,403,487</u>

17. LOANS

An analysis of the maturity of loans is given below:

	31.7.23	31.7.22
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>242,253</u>	<u>227,772</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>969,012</u>	<u>911,086</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	2,177,740	2,492,401

18. SECURED DEBTS

The following secured debts are included within creditors:

	31.7.23	31.7.22
	£	£
Bank loans	<u>3,389,005</u>	<u>3,631,259</u>

The Bank loan is secured by way of fixed charge over the freehold properties of the charity.

Included within other creditors falling due within one year and creditors falling due after more than one year is £3,389,005 (2022: £3,631,259) in respect of a bank loan. The loan is repayable by February 2034 and is subject to variable rate of interest.

Notes to the Financial Statements - continued
for the Year Ended 31 July 2023

19. MOVEMENT IN FUNDS

	At 1.8.22 £	Net movement in funds £	Transfers between funds £	At 31.7.23 £
Unrestricted funds				
General fund	418,264	397,085	369,121	1,184,470
Restricted funds				
Restricted	10,280,955	267,622	(369,121)	10,179,456
TOTAL FUNDS	<u>10,699,219</u>	<u>664,707</u>	<u>-</u>	<u>11,363,926</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,247,585	(850,500)	397,085
Restricted funds			
Restricted	535,353	(267,731)	267,622
TOTAL FUNDS	<u>1,782,938</u>	<u>(1,118,231)</u>	<u>664,707</u>

Comparatives for movement in funds

	At 1.8.21 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.7.22 £
Unrestricted funds					
General fund	1,387,030	272,589	2,342,021	(3,583,376)	418,264
Restricted funds					
Restricted	-	-	546,891	9,734,064	10,280,955
Designated funds	6,150,688	-	-	(6,150,688)	-
	<u>6,150,688</u>	<u>-</u>	<u>546,891</u>	<u>3,583,376</u>	<u>10,280,955</u>
TOTAL FUNDS	<u>7,537,718</u>	<u>272,589</u>	<u>2,888,912</u>	<u>-</u>	<u>10,699,219</u>

Notes to the Financial Statements - continued
for the Year Ended 31 July 2023

19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,060,362	(718,341)	2,342,021
Restricted funds			
Restricted	758,955	(212,064)	546,891
TOTAL FUNDS	<u>3,819,317</u>	<u>(930,405)</u>	<u>2,888,912</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.8.21 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.7.23 £
Unrestricted funds					
General fund	1,387,030	272,589	2,739,106	(3,214,255)	1,184,470
Restricted funds					
Restricted	-	-	814,513	9,364,943	10,179,456
Designated funds	6,150,688	-	-	(6,150,688)	-
	<u>6,150,688</u>	<u>-</u>	<u>814,513</u>	<u>3,214,255</u>	<u>10,179,456</u>
TOTAL FUNDS	<u>7,537,718</u>	<u>272,589</u>	<u>3,553,619</u>	<u>-</u>	<u>11,363,926</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	4,307,947	(1,568,841)	2,739,106
Restricted funds			
Restricted	1,294,308	(479,795)	814,513
TOTAL FUNDS	<u>5,602,255</u>	<u>(2,048,636)</u>	<u>3,553,619</u>

20. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st July 2023 except trustees donated £7,819 (2022 : £25,580) to the Charity.