

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

England & Wales · Charity number 1156782

Details

Other names	MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM) CIO, MTO
Status	Registered
Legal form	CIO
Registered	2014-04-23
Register	View on the Charity Commission register

Contact

Address	MTO Shahmaghsoudi 23 Edison Road London N8 8AE
Phone	02083487575
Email	info.lon.uk@mto.org
Website	www.mtoshahmaghsoudi.org

Activities

Objects: THE OBJECTS OF THE CIO ARE TO ESTABLISH THE TEACHING, PRACTICE AND ADVANCEMENT OF THE ISLAMIC RELIGION AND EDUCATION IN THE UNITED KINGDOM AND ELSEWHERE AROUND THE WORLD IN ACCORDANCE WITH THE DOCTRINES AND TENETS OF SUFISM AS PRACTISED BY MTO.

Activities: Weekly webcasts & lectures on Sufism, Koran classes & book reading, Tamarkoz (Meditation) classes, translation classes, Farsi classes, ceremonies & other events, interfaith activities, musical performances, arts and crafts and tuition on traditional Iranian instruments

Classification

- **How:** Makes Grants To Organisations, Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, Religious Activities, Arts/culture/heritage/science
- **Who:** The General Public/mankind

Geography

- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£354,780	£327,342	-	-
2023-12-31	£238,394	£67,914	-	-
2022-12-31	£221,661	£72,358	-	-
2021-12-31	£236,333	£100,655	-	-
2020-12-31	£317,995	£150,530	-	-

Trustees

Name	Role	Appointed
Elnaz Arjmandi		2016-12-20
HAMID RAHBARI		2021-01-05
Sepeedeh Maryam Dundon		2025-11-05

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

England & Wales - Charity number 1156782

Accounts

REGISTERED CHARITY NUMBER: 1156782

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
FOR
MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI**

**MGR Weston Kay LLP
Statutory Auditors
55 Loudoun Road
St John's Wood
London
NW8 0DL**

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FOR THE YEAR ENDED 31 DECEMBER 2024**

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MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 DECEMBER 2024**

TRUSTEES	A Rezaei E Arjmandi H Rahbari
PRINCIPAL ADDRESS	23 Edison Road London N8 8AE
REGISTERED CHARITY NUMBER	1156782
AUDITORS	MGR Weston Kay LLP Statutory Auditors 55 Loudoun Road St John's Wood London NW8 0DL
BANKERS	Yorkshire Bank 154 - 158 Kensington High Street London W8 7RL Co - Operative Bank 195 High Road Wood Green London N22 6DP
SOLICITORS	Russell - Cooke Solicitors 8 Bedford Row London WC1R 4BX

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees present their report with the financial statements of the charity for the year ended 31 December 2024. 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).

Name and Registered Office of the Charity

The full name of the Charity is Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism), its registered office and principal operating address is 23 Edison Road, Crouch End, London, N8 8AE. It is part of the global organisation with the same name (the global organisation hereinafter referred to as MTO).

OBJECTIVES AND ACTIVITIES

The objects are to establish the teaching, practice and advancement of the Islamic religion and education in the United Kingdom and elsewhere around the world in accordance with the tenets and doctrines of Sufism as practiced by MTO.

ACHIEVEMENTS AND PERFORMANCE

The Charity was formed to take over the activities of the registered Charitable Trust 1010542 which has the same objects and name as this Charitable Incorporated Organisation. The transfer of operations which started at the end of 2014 has continued with only a few remaining with the Trust. The CIO is continuing the work of the Trust in promoting Sufism and education as a part of MTO. This involves a programme of lectures and classes in the UK including the ability to host webcasts from London to students throughout the world. These compliment the broadcasts of related MTO centres elsewhere in Europe and from the United States. The Charity continued to encourage the development of Sufism at universities and other educational institutions in the UK and to promote inter-faith activities and provide charitable donations or services and contributions in local communities.

Weekly lectures continued with in person sessions at the London centre with encouragement of attendees to follow all health and safety best practice. The sessions were also available online for the smaller UK centres. The Charity continued its efforts in line with the wider MTO Global charitable endeavours. This included the distribution of donations of non-perishable foods and clothing for the homeless or ill with visits to hospitals.

The Charity continued its dialogue and contributions to Barnet Faith & Belief Forum and Haringey's Sustainability projects in the year. The Charity continued its programmes of presenting Sufi music, poetry, Zekr and Sama through various in person and online events including performances in the UK and Canada.

The Charity was also a small but significant contributor to the efforts of the opening of MACS MTO's first Museum dedicated to Sufism which opened in September 2024. As part of its financial and non-financial contribution, the Charity assisted in the contracting and procuring of a specialist and revolutionary hologram combining AI and historic footage of the Sufi Master. The charity also provided personnel for various activities at the Museum through the year.

FINANCIAL REVIEW

As detailed in the Statement of Financial Activities, the Charity's reserves at the year-end amounted to £3,113,557 of unrestricted funds and £233,070 of restricted funds. The CIO will hold these reserves and further funds as they are received as a buffer for operating costs. In addition they are available to help support other centres abroad or fund additional properties in the UK for holding meetings and lectures as required.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity, a Charitable Incorporated Organisation, was registered as a Charity on 28th April 2014. Registration number: 1156782. The Constitution is a CIO Foundation and was created by a Deed executed on the 27th February 2014.

The trustees who served during the year and up to the date of signature of the financial statements were:

A Rezaei
E Arjmandi
H Rahbari

None of the Trustees have been direct beneficiaries of the Charity during the year or the preceding year. No Trustees received any remuneration from the Charity during the year (2023 - £Nil).

A Trustee is appointed by recommendation of the Trustees, or by proposal of a Trustee entitled to vote at a meeting of the Charity.

Induction and training policies for trustees

The Charity follows the guidelines provided by the Charity Commission.

Responsibility of the Trustees

The Trustees are responsible for the management of the Charity and for the furtherance of the objects for which it is established. Trustees meet on a regular basis to discuss the affairs of the Charity

Investment Powers

The Trustees may invest the monies of the Charity not immediately required for its purposes in or upon such investments, securities or property as may be thought fit.

Public Benefit Requirement

The Trustees have due regard to the guidance set out under section 17(5) of the Charities Act 2011.

Organisation

The day-to-day activities of the Charity are to be conducted from their premises in London and Birtley and at rented premises in other cities in the United Kingdom.

Volunteers

During the period various individuals gave their time in supporting the Charity's activities. The value of this support cannot be readily quantified and has not been included in the financial statements.

Risk Management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate the Charity's exposure to the major risks.

AUDITORS

The auditors, MGR Weston Kay LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 30 October 2025 and signed on its behalf by:


E Arjmandi - Trustee

**STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2024**

The trustees 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).

Charity law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under charity law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 charity 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 charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and The Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI**

Opinion

We have audited the financial statements of Maktab Tarighat Oveyssi Shahmaghsoudi (the 'charity') for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Balance Sheet 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). The comparative figures have not been audited.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 charity 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 charity'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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI**

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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:

The extent to which our procedures are capable of detecting irregularities, including fraud

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

As part of our planning of the audit work required we obtained an understanding of the legal and regulatory frameworks that are applicable to the entity via enquiries of the company's management, carried out analytical procedures, held discussions amongst the engagement team and using knowledge of the sector determined that the most significant laws and regulation are those that relate to:

- Health and safety regulations.
- Data Protection.
- Charities Act 2011.

We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as Charities SORP and FRS102.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with the laws and regulations and the fraud risks identified. This included enquiries with management to understand their policies and procedures for compliance with those regulations and we completed the following tests:

- Obtained an understanding of relevant controls.
- Reviewed the company's risk assessments, procedures and systems.
- Checked samples of documentation.
- Checked samples of documentation including minutes of the meetings of the trustees and service agreements with regulatory advisors.

We also assessed the risks of material misstatement in respect of fraud as follows:

- Revenue fraud.
- Unauthorised expenditure and/or payments.
- Management override of controls.
- Manipulation of accounting estimates.
- Related party fraud.

Based on the results of our risk assessment we designed our audit procedures to identify and to address material misstatements in relation to fraud. This included the risk of management bias relating to judgements and assumptions used in the valuing the investment properties.

No significant issues were identified during our testing.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI**

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management. As with any audit, there remained a risk of non-detection of irregularities, as these could involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.

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 charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



MGR Weston Kay LLP
Statutory Auditors
55 Loudoun Road
St John's Wood
London
NW8 0DL

31 October 2025

Nigel Walfisz FCA

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

		Unrestricted fund £	Restricted fund £	31.12.24 Total funds £	31.12.23 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	238,099	27,456	265,555	156,099
Charitable activities	5				
Charitable activity		205	-	205	874
Investment income	4	79,476	-	79,476	71,219
Other income	6	9,544	-	9,544	10,202
Total		327,324	27,456	354,780	238,394
EXPENDITURE ON					
Raising funds	7	14,720	-	14,720	3,787
Charitable activities	8				
Charitable activity		289,259	439	289,698	58,953
Share of governance costs		22,924	-	22,924	5,174
Total		326,903	439	327,342	67,914
Net gains on investments		-	-	-	25,000
NET INCOME		421	27,017	27,438	195,480
RECONCILIATION OF FUNDS					
Total funds brought forward		3,113,136	206,053	3,319,189	3,123,709
TOTAL FUNDS CARRIED FORWARD		3,113,557	233,070	3,346,627	3,319,189

The notes form part of these financial statements

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI

**BALANCE SHEET
31 DECEMBER 2024**

	Notes	31.12.24 £	31.12.23 £
FIXED ASSETS			
Tangible assets	14	824,046	840,673
Heritage assets	15	21,824	21,824
Investment property	16	1,050,000	1,050,000
		<u>1,895,870</u>	<u>1,912,497</u>
CURRENT ASSETS			
Debtors	17	60,923	36,299
Cash at bank		1,456,487	1,439,789
		<u>1,517,410</u>	<u>1,476,088</u>
CREDITORS			
Amounts falling due within one year	18	(66,653)	(69,396)
		<u>1,450,757</u>	<u>1,406,692</u>
NET CURRENT ASSETS			
		<u>3,346,627</u>	<u>3,319,189</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>3,346,627</u>	<u>3,319,189</u>
NET ASSETS			
		<u>3,346,627</u>	<u>3,319,189</u>
FUNDS	20		
Unrestricted funds		3,113,557	3,113,136
Restricted funds		233,070	206,053
TOTAL FUNDS		<u>3,346,627</u>	<u>3,319,189</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 30 October 2025 and were signed on its behalf by:


E Arjmandi - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

1. 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, as modified by the revaluation of certain assets.

Going concern

At the time of approving the financial statements, 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 financial statements.

Incoming resources

Donations are accounted for on a cash receivable basis.

Rent receivable is accrued for on a day to day basis.

Income from listed investments is accounted for at the date it is declared.

Interest income is accounted for on an accruals basis.

Income from charitable activities is recognised when conditions of receipt have been met and there is reasonable assurance of receipt.

Other incoming resources are accounted for when conditions for receipt have been met and there is reasonable assurance of receipt.

Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities.

Governance costs are those cost incurred in the management of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

Charitable activities include costs of services and support costs and depreciation on related assets.

Costs of raising funds are those associated with rental and investment income.

Charitable funds

General unrestricted funds represent unrestricted income which is expendable at the discretion of the Trustees in furtherance of the objects of the charity. Such funds may be held in order to finance working capital.

Restricted funds represent income received which are allocated by the donor for specific purposes which are therefore not available for other purposes.

Tangible fixed assets

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Freehold property	- 2% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Heritage assets

The nature of heritage assets held by the charity are artwork and statues. Heritage assets are measured initially at either their cost or valuation if the heritage asset has been donated unless this information is not available and such information cannot be obtained at a cost commensurate with the benefit to the users of the accounts. Heritage assets are not revalued.

Investment property

Investment properties, which are properties held to earn rentals and/or for capital appreciation, are measured using the fair value model and stated at their estimated fair values as the reporting end date as determined by the Trustees. There is no depreciation charged on investment properties. The surplus or deficit on revaluation is recognised in the statement of financial activities.

Taxation

The charity is exempt from tax on income and gains falling within the Taxes Act 1988, s. 505 or the Taxation of Chargeable Gains Act 1992, s. 252 to the extent that these are applied to its charitable objectives.

The charity is not VAT registered. As such the expenditure is shown inclusive of VAT.

Foreign currencies

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All differences are included in net outgoing resources.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result 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 their settlement amount.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that 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.

Valuation of investment properties

As described in the notes to the financial statements, investment properties are stated at fair value. The trustees used observable market prices.

3. DONATIONS AND LEGACIES

	31.12.24	31.12.23
	£	£
Donations	265,555	156,099

4. INVESTMENT INCOME

	31.12.24	31.12.23
	£	£
Rents received	66,824	62,024
Interest receivable	12,652	9,195
	79,476	71,219

5. INCOME FROM CHARITABLE ACTIVITIES

	31.12.24 Charitable activity	31.12.23 Total activities
	£	£
Books and publications	205	874

6. OTHER INCOME

	31.12.24	31.12.23
	£	£
Gift aid	9,544	10,202

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024**7. RAISING FUNDS**

Investment management costs

31.12.24	31.12.23
£	£
14,720	3,787

Investment property costs

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 9) £	Support costs (see note 10) £	Totals £
Charitable activity	289,698	-	289,698
Share of governance costs	-	22,924	22,924
	<u>289,698</u>	<u>22,924</u>	<u>312,622</u>

9. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.12.24 £	31.12.23 £
Insurance	18,208	7,866
Utilities	8,700	10,267
Telephone	2,632	5,013
Postage and stationery	68,503	958
Advertising	365	550
General expenses	(15,091)	4,043
Bank service charge	8	26
Legal and professional fees	6,762	1,883
Repairs and maintenance	824	306
Security	155	1,419
Grants payable	166,284	165
Travel and subsistence	2,617	8,388
Venue hire	13,108	799
Depreciation	16,623	17,270
	<u>289,698</u>	<u>58,953</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

10. SUPPORT COSTS

	Finance
	£
Share of governance costs	<u>22,924</u>

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

Finance

	31.12.24	31.12.23
	Share of	Total
	governance	activities
	costs	£
	£	£
Audit fees	22,924	-
Independent examiner fees	-	5,174
	<u>22,924</u>	<u>5,174</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor for the year ended 31 December 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2024 nor for the year ended 31 December 2023.

Trustees

The average number of trustees during the year was 3 (2023: 3).

No Trustee, or person related or connected by business to them, received any remuneration or benefits in kind from the Charity during the year.

During the year, no trustees (2023: none) received reimbursement of travel, subsistence and other expenditure.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

12. EMPLOYEES

There were no employees during the year.

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	144,884	11,215	156,099
Charitable activities			
Charitable activity	874	-	874
Investment income	71,219	-	71,219
Other income	10,202	-	10,202
Total	227,179	11,215	238,394
EXPENDITURE ON			
Raising funds	3,787	-	3,787
Charitable activities			
Charitable activity	58,953	-	58,953
Share of governance costs	5,174	-	5,174
Total	67,914	-	67,914
Net gains on investments	25,000	-	25,000
NET INCOME	184,265	11,215	195,480
RECONCILIATION OF FUNDS			
Total funds brought forward	2,928,871	194,838	3,123,709
TOTAL FUNDS CARRIED FORWARD	3,113,136	206,053	3,319,189

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

14. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 January 2024 and 31 December 2024	935,692	15,765	39,974	991,431
DEPRECIATION				
At 1 January 2024	102,794	14,587	33,378	150,759
Charge for year	14,714	296	1,616	16,626
At 31 December 2024	117,508	14,883	34,994	167,385
NET BOOK VALUE				
At 31 December 2024	818,184	882	4,980	824,046
At 31 December 2023	832,898	1,178	6,596	840,672

15. HERITAGE ASSETS

	Total £
MARKET VALUE	
At 1 January 2024 and 31 December 2024	21,824
NET BOOK VALUE	
At 31 December 2024	21,824
At 31 December 2023	21,824

16. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2024 and 31 December 2024	1,050,000
NET BOOK VALUE	
At 31 December 2024	1,050,000
At 31 December 2023	1,050,000

The investment property are stated in the accounts at the Trustees' estimate of market value at the balance sheet date. There has been no valuation by an independent party.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.24	31.12.23
	£	£
Trade debtors	212	231
Other debtors	2,310	1,555
Owed by group undertakings	27,914	18,550
Prepayments and accrued income	30,487	15,963
	<u>60,923</u>	<u>36,299</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.24	31.12.23
	£	£
Trade creditors	20,813	21,595
Other creditors	45,840	47,801
	<u>66,653</u>	<u>69,396</u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Restricted fund	31.12.24 Total funds	31.12.23 Total funds
	£	£	£	£
Fixed assets	845,870	-	845,870	862,497
Investments	1,050,000	-	1,050,000	1,050,000
Current assets	1,284,340	233,070	1,517,410	1,476,088
Current liabilities	(66,653)	-	(66,653)	(69,396)
	<u>3,113,557</u>	<u>233,070</u>	<u>3,346,627</u>	<u>3,319,189</u>

20. MOVEMENT IN FUNDS

	At 1.1.24	Net movement in funds	At 31.12.24
	£	£	£
Unrestricted funds			
General fund	3,113,136	421	3,113,557
Restricted funds			
Restricted fund	206,053	27,017	233,070
TOTAL FUNDS	<u>3,319,189</u>	<u>27,438</u>	<u>3,346,627</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

20. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	327,324	(326,903)	421
Restricted funds			
Restricted fund	27,456	(439)	27,017
TOTAL FUNDS	<u>354,780</u>	<u>(327,342)</u>	<u>27,438</u>

Comparatives for movement in funds

	At 1.1.23 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	2,928,871	184,265	3,113,136
Restricted funds			
Restricted fund	194,838	11,215	206,053
TOTAL FUNDS	<u>3,123,709</u>	<u>195,480</u>	<u>3,319,189</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	227,179	(67,914)	25,000	184,265
Restricted funds				
Restricted fund	11,215	-	-	11,215
TOTAL FUNDS	<u>238,394</u>	<u>(67,914)</u>	<u>25,000</u>	<u>195,480</u>

Sufficient funds are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed. The restricted funds were established as the result of directions given by donors which specified that the money was to be used in relation to Sadagheh.

21. RELATED PARTY DISCLOSURES

Related party debtors includes £30,224 (2023 - £18,970) due from MTO Trust.

Rental income includes £20,000 (2023 - £20,000) of rent received from MTO College.

22. LESSOR

At the balance sheet date the charity had lessor commitments for future minimum operating lease payments not later than one year of £14,700 (2023: £Nil).

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

England & Wales - Charity number 1156782

Accounts

Charity Registration No. 1156782

Maktab Tarighat Oveyssi Shahmaghsoudi (School Of Islamic Sufism)

Annual report and unaudited financial statements

For the year ended 31 December 2023

mgr 
55 Loudoun Road
St John's Wood
London NW8 0DL

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	A Rezaei E Arjmandi H Rahbari
Charity number	1156782
Independent examiner	MGR Weston Kay LLP 55 Loudoun Road St John's Wood London NW8 0DL
Bankers	Yorkshire Bank 154 - 158 Kensington High Street London W8 7RL Co - Operative Bank 195 High Road Wood Green London N22 6DP
Solicitors	Russell - Cooke Solicitors 8 Bedford Row London WC1R 4BX

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

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MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their annual report and financial statements for the year ended 31 December 2023.

Name and Registered Office of the Charity

The full name of the Charity is Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism), its registered office and principal operating address is 23 Edison Road, Crouch End, London, N8 8AE. It is part of the global organisation with the same name (the global organisation hereinafter referred to as MTO).

Charity Financial Statements

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and "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

The objects are to establish the teaching, practice and advancement of the Islamic religion and education in the United Kingdom and elsewhere around the world in accordance with the tenets and doctrines of Sufism as practiced by MTO.

Achievements and performance

The Charity was formed to take over the activities of the registered Charitable Trust 1010542 which has the same objects and name as this Charitable Incorporated Organisation. The transfer of operations which started at the end of 2014 has continued with only a few remaining with the Trust.

The CIO is continuing the work of the Trust in promoting Sufism and education as a part of MTO. This involves a programme of lectures and classes in the UK including the ability to host webcasts from London to students throughout the world. These compliment the broadcasts of related MTO centres elsewhere in Europe and from the United States. The Charity will encourage the development of Sufism at Universities and other educational institutions in the UK and to promote inter-faith activities in local communities.

Weekly lectures continued with in person sessions at the London centre with social distancing, mask wearing and temperature checks. The sessions were also made available online for the smaller UK centres. Weekly online book reading groups were also established allowing students to discuss Sufi literature in small groups.

The Charity facilitated the distribution of a new publication, Under the Influence as well as the production and distribution of a new vinyl and CD album by MTO Zende Delan, entitled Sufi Beats. The Charity continued its charitable and sustainability efforts as well as presenting Sufi music, poetry, Zekr and Sama through in person events including participation at the Fringe Festival in August 2023.

Financial review

As detailed in the Statement of Financial Activities on page 5, the Charity's reserves at the year-end amounted to £3,113,136 of unrestricted funds and £206,053 of restricted funds. The CIO will hold these reserves and further funds as they are received as a buffer for operating costs. In addition they are available to help support other centres abroad or fund additional properties in the UK for holding meetings and lectures as required.

Structure, governance and management

The Charity, a Charitable Incorporated Organisation, was registered as a Charity on 28th April 2014. Registration number: 1156782. The Constitution is a CIO Foundation and was created by a Deed executed on the 27th February 2014.

The trustees who served during the year and up to the date of signature of the financial statements were:

A Rezaei

E Arjmandi

H Rahbari

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

None of the Trustees have been direct beneficiaries of the Charity during the year or the preceding year. No Trustees received any remuneration from the Charity during the year (2022 – £Nil).

A Trustee is appointed by recommendation of the Trustees, or by proposal of a Trustee entitled to vote at a meeting of the Charity.

Induction and training policies for trustees

The Charity follows the guidelines provided by the Charity Commission.

Responsibility of the Trustees

The Trustees are responsible for the management of the Charity and for the furtherance of the objects for which it is established. Trustees meet on a regular basis to discuss the affairs of the Charity. The statement of Trustees' responsibilities is on page 3.

Investment Powers

The Trustees may invest the monies of the Charity not immediately required for its purposes in or upon such investments, securities or property as may be thought fit.

Public Benefit Requirement

The Trustees have due regard to the guidance set out under section 17(5) of the Charities Act 2011.

Organisation

The day-to-day activities of the Charity are to be conducted from their premises in London and Birtley and at rented premises in other cities in the United Kingdom.

Volunteers

During the period various individuals gave their time in supporting the Charity's activities. The value of this support cannot be readily quantified and has not been included in the financial statements.

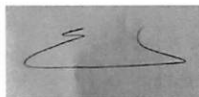
Risk Management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate the Charity's exposure to the major risks.

Independent examiner

A resolution proposing that Nigel Walfisz be reappointed as Independent Examiner will be proposed at the next Annual General Meeting.

The trustees' report was approved by the Board of Trustees.



E Arjmandi
Trustee

31 October 2024

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

I report to the trustees on my examination of the financial statements of Maktab Tarighat Oveyssi Shahmaghsoudi (School of Islamic Sufism) (the charity) for the year ended 31 December 2023.

Responsibilities and basis of report

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

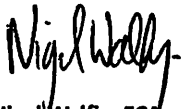
I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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



Nigel Walfisz FCA
MGR Weston Kay LLP
55 Loudoun Road
St John's Wood
London
NW8 0DL

Dated: 31 October 2024

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Notes							
Income and endowments from:							
Donations and legacies	3	144,884	11,215	156,099	121,178	11,257	132,435
Charitable activities	4	874	-	874	12,873	-	12,873
Investments	5	71,219	-	71,219	64,610	-	64,610
Other incoming resources	6	10,202	-	10,202	11,743	-	11,743
Total income		227,179	11,215	238,394	210,404	11,257	221,661
Expenditure on:							
Cost of raising funds	7	3,787	-	3,787	6,724	-	6,724
Charitable activities	8	64,127	-	64,127	65,634	-	65,634
Total expenditure		67,914	-	67,914	72,358	-	72,358
Net gains/(losses) on investments	13	25,000	-	25,000	25,000	-	25,000
Net income for the year/ Net movement in funds		184,265	11,215	195,480	163,046	11,257	174,303
Fund balances at 1 January 2023		2,928,871	194,839	3,123,710	2,765,825	183,582	2,949,407
Fund balances at 31 December 2023		3,113,136	206,053	3,319,189	2,928,871	194,839	3,123,710

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

The notes on pages 7 to 15 form part of these financial statements.

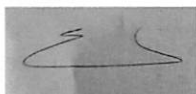
MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	14		840,671		855,857
Heritage assets	15		21,824		21,824
Investment properties	16		1,050,000		1,025,000
			<u>1,912,495</u>		<u>1,902,681</u>
Current assets					
Debtors	17	36,299		34,152	
Cash at bank and in hand		<u>1,439,792</u>		<u>1,253,564</u>	
		1,476,091		1,287,716	
Creditors: amounts falling due within one year	18	<u>(69,397)</u>		<u>(66,687)</u>	
Net current assets			1,406,694		1,221,029
Total assets less current liabilities			<u>3,319,189</u>		<u>3,123,710</u>
Income funds					
Restricted funds	19		206,053		194,839
Unrestricted funds			3,113,136		2,928,871
			<u>3,319,189</u>		<u>3,123,710</u>

The accounts were approved by the Trustees on 31 October 2024



E Arjmandi
Trustee

The notes on pages 7 to 16 form part of these financial statements.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

1.1 Accounting convention

The accounts have been prepared in accordance with applicable accounting standards, "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)" and the Charities Act 2011. The charity is a Public Benefit Entity defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, 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 financial statements.

1.3 Charitable funds

General unrestricted funds represent unrestricted income which is expendable at the discretion of the Trustees in furtherance of the objects of the charity. Such funds may be held in order to finance working capital.

Restricted funds represent income received which are allocated by the donor for specific purposes which are therefore not available for other purposes.

1.4 Incoming resources

Donations are accounted for on a cash receivable basis.

Rent receivable is accrued for on a day to day basis.

Interest income is accounted for on an accruals basis.

Income from charitable activities is recognised when conditions of receipt have been met and there is reasonable assurance of receipt.

Other incoming resources are accounted for when conditions for receipt have been met and there is reasonable assurance of receipt.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities.

Governance costs are those cost incurred in the management of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

Charitable activities include costs of services and support costs and depreciation on related assets.

Costs of raising funds are those associated with rental and investment income.

1.6 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	25% reducing balance
Fixtures and fittings	25% reducing balance
Land	Held at cost

1.7 Investment properties

Fixed asset investments are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the statement of financial activities in the year of disposal. Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end.

Investment properties are included in the balance sheet at their open market value as estimated by the trustees. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

1.8 Heritage assets

The nature of heritage assets held by the charity are artwork and statues. Heritage assets are measured initially at either their cost or valuation if the heritage asset has been donated unless this information is not available and such information cannot be obtained at a cost commensurate with the benefit to the users of the accounts. Heritage assets are not revalued.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result 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 their settlement amount.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.11 Taxation

The charity is exempt from tax on income and gains falling within the Taxes Act 1988, s. 505 or the Taxation of Chargeable Gains Act 1992, s. 252 to the extent that these are applied to its charitable objectives.

The charity is not VAT registered. As such the expenditure is shown inclusive of VAT.

1.12 Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All differences are included in net outgoing resources.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that 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.

Valuation of investment properties

As described in note 16 to the financial statements, investment properties are stated at fair value. The trustees used observable market prices.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£
Donations	144,884	11,215	156,099	121,178	11,257	132,435

4 Charitable activities

	2023	2022
	£	£
Books and publications	874	12,873

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

5 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Rental income	62,024	62,024
Interest receivable	9,195	2,586
	<u>71,219</u>	<u>64,610</u>

6 Other incoming resources

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Gift aid	<u>10,202</u>	<u>11,743</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

7 Cost of raising funds

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Investment property costs	3,787	6,724
	<u>3,787</u>	<u>6,724</u>

8 Charitable activities

	2023	2022
	£	£
Insurance	7,866	6,432
Bank service charge	26	36
Advertising	550	1,073
Mail, postage and stationery	958	926
Legal and professional fees	1,883	5,587
Repairs and maintenance	306	2,917
General expenses	4,043	7,940
Depreciation	17,270	17,426
Telephone and internet	5,013	4,468
Utilities	10,267	4,965
Security	1,419	1,607
Travel and subsistence	8,388	6,326
Grants payable	165	1,330
Venue hire	799	-
	<u>58,953</u>	<u>61,033</u>
Share of governance costs (see note 9)	5,174	4,440
	<u>64,127</u>	<u>65,634</u>
Analysis by fund		
Unrestricted funds	64,127	65,634
	<u>64,127</u>	<u>65,634</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

9 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Independent examiner fees	-	5,174	5,174	-	4,440	4,440
	<u>-</u>	<u>5,174</u>	<u>5,174</u>	<u>-</u>	<u>4,440</u>	<u>4,440</u>
	-	5,174	5,174	-	4,440	4,440
	<u>-</u>	<u>5,174</u>	<u>5,174</u>	<u>-</u>	<u>4,440</u>	<u>4,440</u>
Analysed between						
Charitable activities	-	5,174	5,174	-	4,440	4,440
	<u>-</u>	<u>5,174</u>	<u>5,174</u>	<u>-</u>	<u>4,440</u>	<u>4,440</u>

Governance costs represents the support costs incurred in administering, the management of charity affairs and complying with its statutory and constitutional obligations.

10 Trustees

The average number of trustees during the year was 3 (2022: 3).

No Trustee, or person related or connected by business to them, received any remuneration or benefits in kind from the Charity during the year.

During the year, no trustees (2022: none) received reimbursement of travel, subsistence and other expenditure.

11 Employees

There were no employees during the year.

12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

13 Net gains/(losses) on investments

	2023	2022
	£	£
Revaluation of investment properties	25,000	25,000
	<u>25,000</u>	<u>25,000</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

14 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Fixtures and fittings £	Total £
Cost				
At 1 January 2023	935,692	15,765	37,886	989,343
Additions	-	-	2,088	2,088
At 31 December 2023	935,692	15,765	39,974	991,431
Depreciation and impairment				
At 1 January 2023	88,080	14,189	31,217	133,486
Depreciation charged in the year	14,714	398	2,161	17,273
At 31 December 2023	102,795	14,587	33,378	150,760
Carrying amount				
At 31 December 2023	832,898	1,178	6,596	840,672
At 31 December 2022	847,612	1,576	6,669	855,857

15 Heritage assets

	Artwork £
At 1 January 2023 and at 31 December 2023	21,824

16 Investment property

	2023 £
Fair value	
At 1 January 2023	1,025,000
Net gains or losses through fair value adjustments	25,000
At 31 December 2023	1,050,000

The investment property are stated in the accounts at the Trustees' estimate of market value at the balance sheet date. There has been no valuation by an independent party.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

17 Debtors

	2023	2022
	£	£
Amounts falling due within one year:		
Trade debtors	231	-
Other debtors	20,105	19,373
Prepayments and accrued income	15,963	14,779
	<u>36,299</u>	<u>34,152</u>

18 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	21,596	13,904
Other creditors	19,611	19,611
Accruals and deferred income	28,190	33,172
	<u>69,397</u>	<u>66,687</u>

19 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Balance at 1 January 2022	Movement in funds Incoming resources	Balance at 1 January 2023	Movement in funds Incoming resources	Balance at 31 December 2023
	£	£	£	£	£
Sadagheh	183,582	11,257	194,839	11,215	206,053

Sufficient funds are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed. The restricted funds were established as the result of directions given by donors which specified that the money was to be used for a specific purpose.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

20 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 December 2023:			
Tangible assets	840,671	-	840,671
Heritage assets	21,824	-	21,824
Investment properties	1,050,000	-	1,050,000
Current assets/(liabilities)	1,200,641	206,053	1,406,694
	<u>3,113,136</u>	<u>206,053</u>	<u>3,319,189</u>
	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
At 31 December 2022:			
Tangible assets	855,857	-	855,857
Heritage assets	21,824	-	21,824
Investment properties	1,025,000	-	1,025,000
Current assets/(liabilities)	1,026,190	194,839	1,221,029
	<u>2,928,871</u>	<u>194,839</u>	<u>3,123,710</u>

21 Related party transactions

The charity made donations or loans, shared costs with or received income from other charities which form part of the global organisation using the name MTO:

Creditors includes £19,611 (2022 - £19,611) being the Sterling Equivalent of Euro Loans due to MTO Germany.

Other debtors includes £18,970 (2022- £15,070) due from MTO Trust.

Rental income includes £20,000 (2022 - £20,000) of rent received from MTO College.

22 Charity information

Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism) is a charitable incorporated organisation incorporated in England and Wales. The principal place of business is 23 Edison Road, Crouch End, London, N8 8AE.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

England & Wales - Charity number 1156782

Accounts

Maktab Tarighat Oveyssi Shahmaghsoudi (School Of Islamic Sufism)

Annual report and unaudited financial statements

For the year ended 31 December 2022



55 Loudoun Road
St John's Wood
London NW8 0DL

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	A Rezaei E Arjmandi H Rahbari
Charity number	1156782
Independent examiner	MGR Weston Kay LLP 55 Loudoun Road St John's Wood London NW8 0DL
Bankers	Yorkshire Bank 154 - 158 Kensington High Street London W8 7RL Co - Operative Bank 195 High Road Wood Green London N22 6DP
Solicitors	Russell - Cooke Solicitors 8 Bedford Row London WC1R 4BX

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

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MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

Name and Registered Office of the Charity

The full name of the Charity is Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism), its registered office and principal operating address is 23 Edison Road, Crouch End, London, N8 8AE. It is part of the global organisation with the same name (the global organisation hereinafter referred to as MTO).

Charity Financial Statements

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and "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

The objects are to establish the teaching, practice and advancement of the Islamic religion and education in the United Kingdom and elsewhere around the world in accordance with the tenets and doctrines of Sufism as practiced by MTO.

Achievements and performance

The Charity was formed to take over the activities of the registered Charitable Trust 1010542 which has the same objects and name as this Charitable Incorporated Organisation. The transfer of operations which started at the end of 2014 has continued with only a few remaining with the Trust.

The CIO is continuing the work of the Trust in promoting Sufism and education as a part of MTO. This involves a programme of lectures and classes in the UK including the ability to host webcasts from London to students throughout the world. These compliment the broadcasts of related MTO centres elsewhere in Europe and from the United States. The Charity will encourage the development of Sufism at Universities and other educational institutions in the UK and to promote inter-faith activities in local communities.

Weekly lectures continued with in person sessions at the London centre with limited numbers, social distancing and mask wearing. The sessions were also available online for the smaller UK centres.

The Charity continued its efforts in line with the wider MTO Global charitable endeavours. This included the making and distribution of PPEs to hospitals, care homes and schools in the UK as well as donations of non-perishable foods and clothing. The Charity also continued its efforts with the Caring for our Caregivers initiative and donated tablets preloaded with Tamarkoz® meditation exercises to hospitals to provide stress relief. Since the launch of the Sustainability branch of its activities in 2021, the Charity won the Barnet Faith & Belief Forum Award for its 'Haringey Forest' project in January 2022. The Charity continued its efforts in presenting Sufi music, poetry, Zekr and Sama through various in person and online events including a webinar at the Fringe Festival in August 2022.

The Charity facilitated the distribution of two new publications; The Extraordinary Human and Nazer va Manzour.

Financial review

As detailed in the Statement of Financial Activities on page 6, the Charity's reserves at the year-end amounted to £2,928,871 of unrestricted funds and £194,839 of restricted funds. The CIO will hold these reserves and further funds as they are received as a buffer for operating costs. In addition they are available to help support other centres abroad or fund additional properties in the UK for holding meetings and lectures as required.

Structure, governance and management

The Charity, a Charitable Incorporated Organisation, was registered as a Charity on 28th April 2014. Registration number: 1156782. The Constitution is a CIO Foundation and was created by a Deed executed on the 27th February 2014.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees who served during the year and up to the date of signature of the financial statements were:

A Rezaei

E Arjmandi

H Rahbari

None of the Trustees have been direct beneficiaries of the Charity during the year or the preceding year. No Trustees received any remuneration from the Charity during the year (2021 – £Nil).

A Trustee is appointed by recommendation of the Trustees, or by proposal of a Trustee entitled to vote at a meeting of the Charity.

Induction and training policies for trustees

The Charity follows the guidelines provided by the Charity Commission.

Responsibility of the Trustees

The Trustees are responsible for the management of the Charity and for the furtherance of the objects for which it is established. Trustees meet on a regular basis to discuss the affairs of the Charity. The statement of Trustees' responsibilities is on page 3.

Investment Powers

The Trustees may invest the monies of the Charity not immediately required for its purposes in or upon such investments, securities or property as may be thought fit.

Public Benefit Requirement

The Trustees have due regard to the guidance set out under section 17(5) of the Charities Act 2011.

Organisation

The day-to-day activities of the Charity are to be conducted from their premises in London and Birtley and at rented premises in other cities in the United Kingdom.

Volunteers

During the period various individuals gave their time in supporting the Charity's activities. The value of this support cannot be readily quantified and has not been included in the financial statements.

Risk Management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate the Charity's exposure to the major risks.

Independent examiner

A resolution proposing that Nigel Walfisz be reappointed as Independent Examiner will be proposed at the next Annual General Meeting.

The trustees' report was approved by the Board of Trustees.



E Arjmandi

Trustee

30 October 2023

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

I report to the trustees on my examination of the financial statements of Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism) (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

Nigël Walfisz FCA
MGR Weston Kay LLP
55 Loudoun Road
St John's Wood
London
NW8 0DL

Dated: 30 October 2023

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Notes							
<u>Income and endowments from:</u>							
Donations and legacies	3	121,178	11,257	132,435	138,170	13,729	151,899
Charitable activities	4	12,873	-	12,873	13,266	-	13,266
Investments	5	64,610	-	64,610	62,581	-	62,581
Other incoming resources	6	11,743	-	11,743	8,587	-	8,587
Total income		210,404	11,257	221,661	222,604	13,729	236,333
<u>Expenditure on:</u>							
Cost of raising funds	7	6,724	-	6,724	18,078	-	18,078
Charitable activities	8	65,634	-	65,634	82,577	-	82,577
Total expenditure		72,358	-	72,358	100,655	-	100,655
Net gains/(losses) on investments	13	25,000	-	25,000	15,000	-	15,000
Net income for the year/ Net movement in funds		163,046	11,257	174,303	136,949	13,729	150,678
Fund balances at 1 January 2022		2,765,825	183,583	2,949,408	2,628,876	169,853	2,798,729
Fund balances at 31 December 2022		2,928,871	194,839	3,123,710	2,765,825	183,582	2,949,407

All income and expenditure derive from continuing activities.

The notes on pages 7 to 15 form part of these financial statements.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	14		855,857		862,751
Heritage assets	15		21,824		21,824
Investment property	16		1,025,000		1,000,000
			<u>1,902,681</u>		<u>1,884,575</u>
Current assets					
Debtors	17	34,152		27,979	
Cash at bank and in hand		1,253,564		1,103,150	
		<u>1,287,716</u>		<u>1,131,129</u>	
Creditors: amounts falling due within one year	18	(66,687)		(66,297)	
Net current assets			<u>1,221,029</u>		<u>1,064,832</u>
Total assets less current liabilities			<u><u>3,123,710</u></u>		<u><u>2,949,407</u></u>
Income funds					
Restricted funds	19		194,839		183,582
Unrestricted funds			2,928,871		2,765,825
			<u><u>3,123,710</u></u>		<u><u>2,949,407</u></u>

The notes on pages 7 to 15 form part of these financial statements.

The financial statements were approved by the Trustees on 30 October 2023



E Arjmandi
Trustee

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

1.1 Accounting convention

The accounts have been prepared in accordance with applicable accounting standards, "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)" and the Charities Act 2011. The charity is a Public Benefit Entity defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, 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 financial statements.

1.3 Charitable funds

General unrestricted funds represent unrestricted income which is expendable at the discretion of the Trustees in furtherance of the objects of the charity. Such funds may be held in order to finance working capital.

Restricted funds represent income received which are allocated by the donor for specific purposes which are therefore not available for other purposes.

1.4 Incoming resources

Donations are accounted for on a cash receivable basis.

Rent receivable is accrued for on a day to day basis.

Interest income is accounted for on an accruals basis.

Income from charitable activities is recognised when conditions of receipt have been met and there is reasonable assurance of receipt.

Other incoming resources are accounted for when conditions for receipt have been met and there is reasonable assurance of receipt.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities.

Governance costs are those cost incurred in the management of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

Charitable activities include costs of services and support costs and depreciation on related assets.

Costs of raising funds are those associated with rental and investment income.

1.6 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	25% reducing balance
Fixtures and fittings	25% reducing balance
Land	Held at cost

1.7 Investment properties

Fixed asset investments are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the statement of financial activities in the year of disposal. Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the statement of financial activities based on the market value at the year end.

Investment properties are included in the balance sheet at their open market value as estimated by the trustees. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

1.8 Heritage assets

The nature of heritage assets held by the charity are artwork and statues. Heritage assets are measured initially at either their cost or valuation if the heritage asset has been donated unless this information is not available and such information cannot be obtained at a cost commensurate with the benefit to the users of the accounts. Heritage assets are not revalued.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result 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 their settlement amount.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.11 Taxation

The charity is exempt from tax on income and gains falling within the Taxes Act 1988, s. 505 or the Taxation of Chargeable Gains Act 1992, s. 252 to the extent that these are applied to its charitable objectives.

The charity is not VAT registered. As such the expenditure is shown inclusive of VAT.

1.12 Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All differences are included in net outgoing resources.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that 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.

Valuation of investment properties

As described in note 16 to the financial statements, investment properties are stated at fair value. The trustees used observable market prices.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022 £	2022 £	2022 £	2021 £	2021 £	2021 £
Donations	121,178	11,257	132,435	138,170	13,729	151,899
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

4 Charitable activities

	2022 £	2021 £
Books and publications	12,873	13,266
	<u> </u>	<u> </u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Rental income	62,024	61,824
Interest receivable	2,586	757
	<u>64,610</u>	<u>62,581</u>

6 Other incoming resources

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Gift aid	<u>11,743</u>	<u>8,587</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

7 Cost of raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Investment property costs	6,724	18,078
	<u>6,724</u>	<u>18,078</u>

8 Charitable activities

	2022	2021
	£	£
Insurance	6,432	6,210
Bank service charge	36	-
Advertising	1,073	240
Rent	-	13,998
Mail, postage and stationery	926	3,623
Legal and professional fees	5,587	16,651
Repairs and maintenance	2,917	244
General expenses	7,940	3,851
Depreciation	17,426	17,027
Telephone and internet	4,468	5,103
Utilities	4,965	5,222
Security	1,607	2,408
Travel and subsistence	6,326	-
Grants payable	1,330	3,800
Bad debts	161	-
	<u>61,194</u>	<u>78,377</u>
Share of governance costs (see note 9)	4,440	4,200
	<u>65,634</u>	<u>82,577</u>
Analysis by fund		
Unrestricted funds	<u>65,634</u>	<u>82,577</u>
	<u>65,634</u>	<u>82,577</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

9 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Independent examiner fees	-	4,440	4,440	-	4,200	4,200
	<u>-</u>	<u>4,440</u>	<u>4,440</u>	<u>-</u>	<u>4,200</u>	<u>4,200</u>
	-	4,440	4,440	-	4,200	4,200
	<u>-</u>	<u>4,440</u>	<u>4,440</u>	<u>-</u>	<u>4,200</u>	<u>4,200</u>
Analysed between						
Charitable activities	-	4,440	4,440	-	4,200	4,200
	<u>-</u>	<u>4,440</u>	<u>4,440</u>	<u>-</u>	<u>4,200</u>	<u>4,200</u>

Governance costs represents the support costs incurred in administering, the management of charity affairs and complying with its statutory and constitutional obligations.

10 Trustees

The average number of trustees during the year was 3 (2021: 3).

No Trustee, or person related or connected by business to them, received any remuneration or benefits in kind from the Charity during the year.

During the year, no trustees (2021: none) received reimbursement of travel, subsistence and other expenditure.

11 Employees

There were no employees during the year.

12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

13 Net gains/(losses) on investments

	2022	2021
	£	£
Revaluation of investment properties	25,000	15,000
	<u>25,000</u>	<u>15,000</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

14 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Fixtures and fittings £	Total £
Cost				
At 1 January 2022	928,312	15,765	34,733	978,810
Additions	7,380	-	3,153	10,533
At 31 December 2022	935,692	15,765	37,886	989,343
Depreciation and impairment				
At 1 January 2022	73,366	13,663	29,030	116,059
Depreciation charged in the year	14,713	526	2,187	17,426
At 31 December 2022	88,080	14,189	31,217	133,486
Carrying amount				
At 31 December 2022	847,613	1,576	6,669	855,858
At 31 December 2021	854,946	2,102	5,703	862,751

15 Heritage assets

	Artwork £
At 1 January 2022 and at 31 December 2022	21,824

16 Investment property

	2022 £
Fair value	
At 1 January 2022	1,000,000
Net gains or losses through fair value adjustments	25,000
At 31 December 2022	1,025,000

The investment property are stated in the accounts at the Trustees' estimate of market value at the balance sheet date. There has been no valuation by an independent party.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

17 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	-	161
Other debtors	19,373	14,636
Prepayments and accrued income	14,779	13,182
	<u>34,152</u>	<u>27,979</u>

18 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	13,904	11,689
Other creditors	19,611	19,611
Accruals and deferred income	33,172	34,997
	<u>66,687</u>	<u>66,297</u>

19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2021	Movement in funds Incoming resources	Balance at 1 January 2022	Movement in funds Incoming resources	Balance at 31 December 2022
	£	£	£	£	£
Sadagheh	169,853	13,729	183,582	11,257	194,839

Sufficient funds are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed. The restricted funds were established as the result of directions given by donors which specified that the money was to be used for a specific purpose.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

20 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Fund balances at 31 December 2022 are represented by:						
Tangible assets	855,857	-	855,857	862,751	-	862,751
Heritage assets	21,824	-	21,824	21,824	-	21,824
Investment properties	1,025,000	-	1,025,000	1,000,000	-	1,000,000
Current assets/(liabilities)	1,026,190	194,839	1,221,029	881,250	183,582	1,064,832
	<u>2,928,871</u>	<u>194,839</u>	<u>3,123,710</u>	<u>2,765,825</u>	<u>183,582</u>	<u>2,949,407</u>

21 Related party transactions

The charity made donations or loans, shared costs with or received income from other charities which form part of the global organisation using the name MTO:

Creditors includes £19,611 (2021 - £19,611) being the Sterling Equivalent of Euro Loans due to MTO Germany.

Other debtors includes £15,070 (2021: £6,280) due from MTO Trust.

Rental income includes £20,000 (2021 - £27,500) of rent received from MTO College.

22 Charity information

Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism) is a charitable incorporated organisation incorporated in England and Wales. The principal place of business is 23 Edison Road, Crouch End, London, N8 8AE.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

England & Wales - Charity number 1156782

Accounts

Maktab Tarighat Oveyssi Shahmaghsoudi (School Of Islamic Sufism)

Annual report and unaudited financial statements

For the year ended 31 December 2021



55 Loudoun Road
St John's Wood
London NW8 0DL

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	A Rezaei
	E Arjmandi
	H Rahbari
Charity number	1156782
Independent examiner	MGR Weston Kay LLP
	55 Loudoun Road
	St John's Wood
	London
	NW8 0DL
Bankers	Yorkshire Bank
	154 - 158 Kensington High Street
	London
	W8 7RL
	Co - Operative Bank
	195 High Road
	Wood Green
	London
	N22 6DP
Solicitors	Russell - Cooke Solicitors
	8 Bedford Row
	London
	WC1R 4BX

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

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MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

Name and Registered Office of the Charity

The full name of the Charity is Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism), its registered office and principal operating address is 23 Edison Road, Crouch End, London, N8 8AE. It is part of the global organisation with the same name (the global organisation hereinafter referred to as MTO).

Charity Financial Statements

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed, the Charities Act 2011 and "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

The objects are to establish the teaching, practice and advancement of the Islamic religion and education in the United Kingdom and elsewhere around the world in accordance with the tenets and doctrines of Sufism as practiced by MTO.

Achievements and performance

The Charity was formed to take over the activities of the registered Charitable Trust 1010542 which has the same objects and name as this Charitable Incorporated Organisation. The transfer of operations which started at the end of 2014 has continued with only a few remaining with the Trust.

The CIO is continuing the work of the Trust in promoting Sufism and education as a part of MTO. This involves a programme of lectures and classes in the UK including the ability to host webcasts from London to students throughout the world. These compliment the broadcasts of related MTO centres elsewhere in Europe and from the United States. The Charity will encourage the development of Sufism at Universities and other educational institutions in the UK and to promote inter-faith activities in local communities.

Following approval from the local council, lectures in the London centre resumed in person with limited numbers, social distancing and mask wearing as of October 2021.

Following the required underpinning works for the building in London, works were completed in November 2020. Level monitoring of the cracks and building levels, which had taken place prior to the works, were recommenced and will need to continue each year over the next few years to determine the stability of the walls and foundations, or show areas of concern. Due to lockdowns and restrictions, two readings were taken in 2020 and two further readings in 2021.

The Charity continued its efforts in line with the wider MTO Global Covid 19 response. This included the making and distribution of PPEs to hospitals, care homes and schools in the UK as well as donations of non-perishable foods and clothing. The Charity also continued its efforts with the Caring for our Caregivers initiative and donated tablets preloaded with Tamarkoz® meditation exercises to hospitals to provide stress relief. The Charity was recognised for its Covid 19 efforts by the Faith and Belief forum in November 2021.

The Charity managed and launched the Zendeh Delan music project for 2021; 'Melodies of Unity'. The 16 unique music tracks for the CD and Vinyl were created entirely remotely and representing various modern renditions of Sufi music.

The Charity launched its Sustainability branch of activities in February 2021 as part of the wider global MTO Sustainability initiative. The Charity is committed to four key sustainability goals by the year 2030.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Financial review

As detailed in the Statement of Financial Activities on page 6, the Charity's reserves at the year-end amounted to £2,765,825 of unrestricted funds and £183,582 of restricted funds. The CIO will hold these reserves and further funds as they are received as a buffer for operating costs. In addition they are available to help support other centres abroad or fund additional properties in the UK for holding meetings and lectures as required.

Structure, governance and management

The Charity, a Charitable Incorporated Organisation, was registered as a Charity on 28th April 2014. Registration number: 1156782. The Constitution is a CIO Foundation and was created by a Deed executed on the 27th February 2014.

The trustees who served during the year and up to the date of signature of the financial statements were:

E B Darban (Resigned 5 January 2021)

A Rezaei

E Arjmandi

H Rahbari (Appointed 5 January 2021)

None of the Trustees have been direct beneficiaries of the Charity during the year or the preceding year. No Trustees received any remuneration from the Charity during the year (2020 – £Nil).

A Trustee is appointed by recommendation of the Trustees, or by proposal of a Trustee entitled to vote at a meeting of the Charity.

Induction and training policies for trustees

The Charity follows the guidelines provided by the Charity Commission.

Responsibility of the Trustees

The Trustees are responsible for the management of the Charity and for the furtherance of the objects for which it is established. Trustees meet on a regular basis to discuss the affairs of the Charity. The statement of Trustees' responsibilities is on page 4.

Investment Powers

The Trustees may invest the monies of the Charity not immediately required for its purposes in or upon such investments, securities or property as may be thought fit.

Public Benefit Requirement

The Trustees have due regard to the guidance set out under section 17(5) of the Charities Act 2011.

Organisation

The day-to-day activities of the Charity are to be conducted from their premises in London and Birtley and at rented premises in other cities in the United Kingdom.

Volunteers

During the period various individuals gave their time in supporting the Charity's activities. The value of this support cannot be readily quantified and has not been included in the financial statements.

Risk Management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate the Charity's exposure to the major risks.

Independent examiner

A resolution proposing that Nigel Walfisz be reappointed as Independent Examiner will be proposed at the next Annual General Meeting.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees' report was approved by the Board of Trustees.



E Arjmandi
Trustee

31 October 2022

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

I report to the trustees on my examination of the financial statements of Maktab Tarighat Oveyssi Shahmaghsoudi (School of Islamic Sufism) (the charity) for the year ended 31 December 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

Nigel Walfisz FCA
MGR Weston Kay LLP
55 Loudoun Road
St John's Wood
London
NW8 0DL

Dated: 31 October 2022

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Notes							
Income and endowments from:							
Donations and legacies	3	138,170	13,729	151,899	195,162	10,004	205,166
Charitable activities	4	13,266	-	13,266	24,873	-	24,873
Investments	5	62,581	-	62,581	68,976	-	68,976
Other incoming resources	6	8,587	-	8,587	18,980	-	18,980
Total income		222,604	13,729	236,333	307,991	10,004	317,995
Expenditure on:							
Cost of raising funds	7	18,078	-	18,078	13,207	-	13,207
Charitable activities	8	82,577	-	82,577	137,323	-	137,323
Total expenditure		100,655	-	100,655	150,530	-	150,530
Net gains/(losses) on investments	12	15,000	-	15,000	(76,628)	-	(76,628)
Net income for the year/ Net movement in funds		136,949	13,729	150,678	80,833	10,004	90,837
Fund balances at 1 January 2021		2,628,876	169,853	2,798,729	2,548,043	159,849	2,707,892
Fund balances at 31 December 2021		2,765,825	183,582	2,949,407	2,628,876	169,853	2,798,729

All income and expenditure derive from continuing activities.

The notes on pages 8 to 16 form part of these financial statements.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	13		862,751		833,579
Heritage assets	14		21,824		21,824
Investment properties	15		1,000,000		985,000
			<u>1,884,575</u>		<u>1,840,403</u>
Current assets					
Debtors	16	27,979		23,053	
Cash at bank and in hand		1,103,150		985,472	
		<u>1,131,129</u>		<u>1,008,525</u>	
Creditors: amounts falling due within one year	17	(66,297)		(50,199)	
Net current assets			<u>1,064,832</u>		<u>958,326</u>
Total assets less current liabilities			<u>2,949,407</u>		<u>2,798,729</u>
Income funds					
Restricted funds	18		183,582		169,853
Unrestricted funds			2,765,825		2,628,876
			<u>2,949,407</u>		<u>2,798,729</u>

The notes on pages 8 to 16 form part of these financial statements.

The financial statements were approved by the Trustees on 31 October 2022

EA

E Arjmandi
Trustee

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

1.1 Accounting convention

The accounts have been prepared in accordance with applicable accounting standards, "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)" and the Charities Act 2011. The charity is a Public Benefit Entity defined by FRS 102.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, 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 financial statements.

1.3 Charitable funds

General unrestricted funds represent unrestricted income which is expendable at the discretion of the Trustees in furtherance of the objects of the charity. Such funds may be held in order to finance working capital.

Restricted funds represent income received which are allocated by the donor for specific purposes which are therefore not available for other purposes.

1.4 Incoming resources

Donations are accounted for on a cash receivable basis.

Gifts in kind are accounted for in accordance with the contract.

Rent receivable is accrued for on a day to day basis.

Income from listed investments is accounted for at the date it is declared.

Interest income is accounted for on an accruals basis.

Income from charitable activities is recognised when conditions of receipt have been met and there is reasonable assurance of receipt.

Other incoming resources are accounted for when conditions for receipt have been met and there is reasonable assurance of receipt.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities.

Governance costs are those cost incurred in the management of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

Charitable activities include costs of services and support costs and depreciation on related assets.

Costs of raising funds are those associated with rental and investment income.

1.6 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	25% reducing balance
Fixtures and fittings	25% reducing balance
Land	Held at cost

1.7 Investment properties

Investment properties, which are properties held to earn rentals and/or for capital appreciation, are measured using the fair value model and stated at their estimated fair values as the reporting end date as determined by the Trustees. There is no depreciation charged on investment properties. The surplus or deficit on revaluation is recognised in the statement of financial activities.

1.8 Heritage assets

The nature of heritage assets held by the charity are artwork and statues. Heritage assets are measured initially at either their cost or valuation if the heritage asset has been donated unless this information is not available and such information cannot be obtained at a cost commensurate with the benefit to the users of the accounts. Heritage assets are not revalued.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result 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 their settlement amount.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.11 Taxation

The charity is exempt from tax on income and gains falling within the Taxes Act 1988, s. 505 or the Taxation of Chargeable Gains Act 1992, s. 252 to the extent that these are applied to its charitable objectives.

The charity is not VAT registered. As such the expenditure is shown inclusive of VAT.

1.12 Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All differences are included in net outgoing resources.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that 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.

Valuation of investment properties

As described in note 15 to the financial statements, investment properties are stated at fair value. The trustees used observable market prices.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Donations	138,170	13,729	151,899	195,162	10,004	205,166

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

4 Charitable activities

	2021 £	2020 £
Books and publications	13,266	3,623
Merchandise	-	21,250
	<u>13,266</u>	<u>24,873</u>
	<u><u>13,266</u></u>	<u><u>24,873</u></u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Rental income	61,824	67,120
Interest receivable	757	1,856
	<u>62,581</u>	<u>68,976</u>
	<u><u>62,581</u></u>	<u><u>68,976</u></u>

6 Other incoming resources

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Gift aid	8,587	18,980
	<u>8,587</u>	<u>18,980</u>
	<u><u>8,587</u></u>	<u><u>18,980</u></u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Cost of raising funds

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Investment property costs	18,078	13,207
	<u>18,078</u>	<u>13,207</u>

8 Charitable activities

	2021	2020
	£	£
Insurance	6,210	6,096
Bank service charge	-	50
Advertising	240	819
Rent	13,998	32,981
Mail, postage and stationery	3,623	21,165
Legal and professional fees	16,651	8,648
Repairs and maintenance	244	6,840
General expenses	3,851	2,821
Depreciation	17,027	16,824
Telephone and internet	5,103	24,631
Utilities	5,222	5,906
Security	2,408	2,412
Grants payable	3,930	3,930
	<u>78,507</u>	<u>133,123</u>
Share of governance costs (see note 9)	4,200	4,200
	<u>82,577</u>	<u>137,323</u>
Analysis by fund		
Unrestricted funds	82,577	137,323
	<u>82,577</u>	<u>137,323</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

9 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Independent examiner fees	-	4,200	4,200	-	4,200	4,200
	<u>-</u>	<u>4,200</u>	<u>4,200</u>	<u>-</u>	<u>4,200</u>	<u>4,200</u>
	-	4,200	4,200	-	4,200	4,200
	<u>-</u>	<u>4,200</u>	<u>4,200</u>	<u>-</u>	<u>4,200</u>	<u>4,200</u>
Analysed between Charitable activities	-	4,200	4,200	-	4,200	4,200
	<u>-</u>	<u>4,200</u>	<u>4,200</u>	<u>-</u>	<u>4,200</u>	<u>4,200</u>

Governance costs represents the support costs incurred in administering, the management of charity affairs and complying with its statutory and constitutional obligations.

10 Trustees

The average number of trustees during the year was 3 (2020: 3).

No Trustee, or person related or connected by business to them, received any remuneration or benefits in kind from the Charity during the year.

The Trustees & Speakers costs of (a) travelling to and from the meetings and teachings held at various locations on a weekly basis and any overnight accommodation and (b) ancillary costs such as mobile telephone charges that are necessary for the Charity are met by the Charity.

11 Employees

There were no employees during the year.

12 Net gains/(losses) on investments

	2021	2020
	£	£
Revaluation of investment properties	15,000	(76,628)
	<u>15,000</u>	<u>(76,628)</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

13 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 January 2021	882,540	15,765	34,307	932,612
Additions	45,772	-	426	46,198
At 31 December 2021	928,312	15,765	34,733	978,810
Depreciation and impairment				
At 1 January 2021	58,800	12,962	27,271	99,033
Depreciation charged in the year	14,566	701	1,759	17,026
At 31 December 2021	73,366	13,663	29,030	116,059
Carrying amount				
At 31 December 2021	854,946	2,102	5,703	862,751
At 31 December 2020	823,740	2,803	7,036	833,579

14 Heritage assets

	Artwork
	£
At 1 January 2021 and at 31 December 2021	21,824

15 Investment property

	2021
	£
Fair value	
At 1 January 2021	985,000
Net gains or losses through fair value adjustments	15,000
At 31 December 2021	1,000,000

The investment property are stated in the accounts at the Trustees' estimate of market value at the balance sheet date. There has been no valuation by an independent party.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

16 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	161	161
Other debtors	14,636	9,736
Prepayments and accrued income	13,182	13,156
	<u>27,979</u>	<u>23,053</u>

17 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	11,689	4,707
Other creditors	19,611	19,611
Accruals and deferred income	34,997	25,881
	<u>66,297</u>	<u>50,199</u>

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2020	Movement in funds Incoming resources	Balance at 1 January 2021	Movement in funds Incoming resources	Balance at 31 December 2021
	£	£	£	£	£
Sadagheh	159,849	10,004	169,853	13,729	183,582

Sufficient funds are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed. The restricted funds were established as the result of directions given by donors which specified that the money was to be used for a specific purpose.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

19 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Tangible assets	862,751	-	862,751	833,579	-	833,579
Heritage assets	21,824	-	21,824	21,824	-	21,824
Investment properties	1,000,000	-	1,000,000	985,000	-	985,000
Current assets/(liabilities)	881,250	183,582	1,064,832	788,473	169,853	958,326
	<u>2,765,825</u>	<u>183,582</u>	<u>2,949,407</u>	<u>2,628,876</u>	<u>169,853</u>	<u>2,798,729</u>

20 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	-	25,133

Lease payments of £13,998 (2020: £32,981) have been recognised as an expense in the year.

21 Related party transactions

The charity made donations or loans, shared costs with or received income from other charities which form part of the global organisation using the name MTO:

Creditors includes £19,611 (2020 - £19,611) being the Sterling Equivalent of Euro Loans due to/ from MTO Germany.

Charitable activities costs includes £19,600 (2020 - £19,600) being the UK share of the cost of providing the global website supplied by MTO Germany, a related party charity.

Rental income includes £27,500 (2020 - £20,000) of rent received from MTO College.

22 Charity information

Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism) is a charitable incorporated organisation incorporated in England and Wales. The principal place of business is 23 Edison Road, Crouch End, London, N8 8AE.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

England & Wales - Charity number 1156782

Accounts

Maktab Tarighat Oveyssi Shahmaghsoudi (School Of Islamic Sufism)

Annual report and unaudited financial statements

For the year ended 31 December 2020



**55 Loudoun Road
St John's Wood
London NW8 0DL**

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

A Rezaei
E Arjmandi
H Rahbari

Charity number

1156782

Independent examiner

MGR Weston Kay LLP
55 Loudoun Road
St John's Wood
London
NW8 0DL

Bankers

Yorkshire Bank
154 - 158 Kensington High Street
London
W8 7RL

Co - Operative Bank
195 High Road
Wood Green
London
N22 6DP

Solicitors

Russell - Cooke Solicitors
8 Bedford Row
London
WC1R 4BX

Cree Godfrey and Wood Solicitors
28 High Road
East Finchley
London
N2 9PJ

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

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MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report and accounts for the year ended 31 December 2020.

Name and Registered Office of the Charity

The full name of the Charity is Maktab Tarighat Oveyssi Shahmaghsoudi (School of Islamic Sufism), its registered office and principal operating address is 23 Edison Road, Crouch End, London, N8 8AE. It is part of the global organisation with the same name (the global organisation hereinafter referred to as MTO).

Charity Financial Statements

In preparing the financial statements for the Charity, the Trustees have adopted the disclosures required by the "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)". The financial statements comply with the trust deeds and the Charities Act 2011.

Objectives and activities

The objects are to establish the teaching, practice and advancement of the Islamic religion and education in the United Kingdom and elsewhere around the world in accordance with the tenets and doctrines of Sufism as practiced by MTO.

Achievements and performance

The Charity was formed to take over the activities of the registered Charitable Trust 1010542 which has the same objects and name as this Charitable Incorporated Organisation. The transfer of operations which started at the end of 2014 has continued with only a few remaining with the Trust.

The CIO is continuing the work of the Trust in promoting Sufism and education as a part of MTO. This involves a programme of lectures and classes in the UK including the ability to host webcasts from London to students throughout the world. These compliment the broadcasts of related MTO centres elsewhere in Europe and from the United States. The Charity will encourage the development of Sufism at Universities and other educational institutions in the UK and to promote inter-faith activities in local communities.

Weekly lectures were cancelled in February 2020 ahead of national lockdowns and in preparation for underpinning works. Following approval from the local council, lectures in the London centre have resumed in person with limited numbers, social distancing and mask wearing as of October 2021.

Following the ground movement monitoring of the building in London, a project management firm was appointed to oversee the necessary remedial works. Tender documents were prepared based on design drawings and 3 contractors were sent an invitation to Tender. With further mid and post tender meetings held with the project manager, construction company, structural engineers and Trustees. Following the various preparatory work, building repairs commenced on 18th May 2020 and were completed in November 2020.

The Charity took part in several charitable projects in line with the wider MTO Global covid-19 response. This included the making and distribution of PPEs to hospitals, care homes and schools in the UK as well as donations of non perishable foods and clothing. The Charity was also involved with the Caring for our Caregivers initiative and donated tablets preloaded with Tamarkoz® meditation exercises to hospitals to provide stress relief.

The Charity managed and launched the Zendeh Delan music project for 2020, producing a CD box set and vinyl with 63 tracks to accompany the practice of Tamarkoz® and Movazeneh®.

As part of a volume of books on the chronology of the MTO Sufi Masters (Aghtab) The Charity facilitated the publication and distribution of Aghtab 12 (on the life of Hazrat Shahmaghsoud).

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Financial review

As detailed in the Statement of Financial Activities on page 6, the Charity's reserves at the year-end amounted to £2,628,876 of unrestricted funds and £169,853 of restricted funds. The CIO will hold these reserves and further funds as they are received as a buffer for operating costs. In addition they are available to help support other centres abroad or fund additional properties in the UK for holding meetings and lectures as required.

Structure, governance and management

The Charity, a Charitable Incorporated Organisation, was registered as a Charity on 28th April 2014. Registration number: 1156782. The Constitution is a CIO Foundation and was created by a Deed executed on the 27th February 2014.

The trustees who served during the year and up to the date of signature of the financial statements were:

E B Darban (Resigned 5 January 2021)

A Rezaei

E Arjmandi

H Rahbari (Appointed 5 January 2021)

A trustee is appointed by recommendation of the Trustees, or by a proposal of a Trustee entitled to vote at a meeting of the Charity.

Induction and training policies for trustees

The Charity follows the guidelines provided by the Charity Commission.

Responsibility of the Trustees

The Trustees are responsible for the management of the Charity and for the furtherance of the objects for which it is established. Trustees meet on a regular basis to discuss the affairs of the Charity. The statement of Trustees' responsibilities is on page 4.

Investment Powers

The Trustees may invest the monies of the Charity not immediately required for its purposes in or upon such investments, securities or property as may be thought fit.

Public Benefit Requirement

The Trustees have due regard to the guidance set out under section 17(5) of the Charities Act 2011.

Organisation

The objects are to establish the teaching, practice and advancement of the Islamic religion and education in the United Kingdom and elsewhere around the world in accordance with the tenets and doctrines of Sufism as practiced by MTO.

The day-to-day activities of the Charity are to be conducted from their premises in London & Birtley and at rented premises in other cities in the United Kingdom.

Volunteers

During the period various individuals gave their time in supporting the Charity's activities. The value of this support cannot be readily quantified and has not been included in the financial statements.

Risk Management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems are in place to mitigate the Charity's exposure to the major risks.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Independent examiner

A resolution to re-appoint Nigel Walfisz as Independent Examiner will be proposed at the next Annual General Meeting.

The trustees' report was approved by the Board of Trustees.

E.A.

E Arjmandi

Trustee

Dated: 29 October 2021

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

I report on the financial statements of the charity for the year ended 31 December 2020, which are set out on pages 6 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011, (the Charities Act), and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under the Charities Act and is eligible for independent examination, it is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
 - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Nigel Walfisz FCA

55 Loudoun Road
St John's Wood
London
NW8 0DL

Dated: 29 October 2021

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Notes							
Income and endowments from:							
Donations and legacies	3	195,162	10,004	205,166	357,274	13,632	370,906
Charitable activities	4	24,873	-	24,873	1,902	-	1,902
Investments	5	68,976	-	68,976	44,485	-	44,485
Other incoming resources	6	18,980	-	18,980	31,734	-	31,734
Total income		307,991	10,004	317,995	435,395	13,632	449,027
Expenditure on:							
Cost of raising funds	7	13,207	-	13,207	4,836	-	4,836
Charitable activities	8	137,323	-	137,323	456,776	-	456,776
Total resources expended		150,530	-	150,530	461,612	-	461,612
Net gains/(losses) on investments	13	(76,628)	-	(76,628)	(25,000)	-	(25,000)
Net income/(expenditure) for the year/ Net movement in funds		80,833	10,004	90,837	(51,217)	13,632	(37,585)
Fund balances at 1 January 2020		2,548,043	159,849	2,707,892	2,599,260	146,217	2,745,477
Fund balances at 31 December 2020		2,628,876	169,853	2,798,729	2,548,043	159,849	2,707,892

All activities relate to continuing operations.

There is no difference between the income / (expenditure) on ordinary activities for the year stated above and its historical cost equivalent.

Investment income is all from cash, investment and commercial property and arises in the United Kingdom.

The notes on pages 8 to 17 form part of these financial statements.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	14	833,579		581,271	
Heritage assets	15	21,824		21,824	
Investment properties	16	985,000		1,061,628	
		<u>1,840,403</u>		<u>1,664,723</u>	
Current assets					
Debtors	17	23,053		13,339	
Cash at bank and in hand		985,472		1,070,672	
		<u>1,008,525</u>		<u>1,084,011</u>	
Creditors: amounts falling due within one year	18	(50,199)		(40,842)	
Net current assets		<u>958,326</u>		<u>1,043,169</u>	
Total assets less current liabilities		<u>2,798,729</u>		<u>2,707,892</u>	
Income funds					
Restricted funds	19	169,853		159,849	
Unrestricted funds		2,628,876		2,548,043	
		<u>2,798,729</u>		<u>2,707,892</u>	

The accounts were approved by the Trustees on 29 October 2021


E Arjmandi
Trustee

The notes on pages 8 to 17 form part of these financial statements.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

1.1 Accounting convention

The accounts have been prepared in accordance with applicable accounting standards, "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)" and the Charities Act 2011. The charity is a Public Benefit Entity defined by FRS 102.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, 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 financial statements.

1.3 Charitable funds

General unrestricted funds represent unrestricted income which is expendable at the discretion of the Trustees in furtherance of the objects of the charity. Such funds may be held in order to finance working capital.

Restricted funds represent income received which are allocated by the donor for specific purposes which are therefore not available for other purposes.

1.4 Incoming resources

Donations are accounted for on a cash receivable basis.

Gifts in kind are accounted for in accordance with the contract.

Rent receivable is accrued for on a day to day basis.

Income from listed investments is accounted for at the date it is declared.

Interest income is accounted for on an accruals basis.

Income from charitable activities is recognised when conditions of receipt have been met and there is reasonable assurance of receipt.

Other incoming resources are accounted for when conditions for receipt have been met and there is reasonable assurance of receipt.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities.

Governance costs are those cost incurred in the management of the charity's assets, organisational administration, and compliance with constitutional and statutory requirements.

Charitable activities include costs of services and support costs and depreciation on related assets.

Costs of raising funds are those associated with rental and investment income.

1.6 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% straight line
Plant and equipment	25% reducing balance
Fixtures and fittings	25% reducing balance
Land	Held at cost

1.7 Investment properties

Investment properties, which are properties held to earn rentals and/or for capital appreciation, are measured using the fair value model and stated at their estimated fair values as the reporting end date as determined by the Trustees. There is no depreciation charged on investment properties. The surplus or deficit on revaluation is recognised in the statement of financial activities.

1.8 Heritage assets

The nature of heritage assets held by the charity are artwork and statues. Heritage assets are measured initially at either their cost or valuation if the heritage asset has been donated unless this information is not available and such information cannot be obtained at a cost commensurate with the benefit to the users of the accounts. Heritage assets are not revalued.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result 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 their settlement amount.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.11 Taxation

The charity is exempt from tax on income and gains falling within the Taxes Act 1988, s. 505 or the Taxation of Chargeable Gains Act 1992, s. 252 to the extent that these are applied to its charitable objectives.

The charity is not VAT registered. As such the expenditure is shown inclusive of VAT.

1.12 Foreign exchange

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. All differences are included in net outgoing resources.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that 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.

Valuation of investment properties

As described in note 17 to the financial statements, investment properties are stated at fair value. The trustees used observable market prices.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	£	£	£	£
Donations	195,162	10,004	205,166	370,906
	=====	=====	=====	=====
For the year ended 31 December 2019	357,274	13,632		370,906
	=====	=====		=====

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

4 Charitable activities

	2020 £	2019 £
Books and publications	3,623	1,902
Merchandise	21,250	-
	<u>24,873</u>	<u>1,902</u>

5 Investments

	2020 £	2019 £
Rental income	67,120	37,900
Income from listed investments	-	1,007
Interest receivable	1,856	5,578
	<u>68,976</u>	<u>44,485</u>

6 Other incoming resources

	2020 £	2019 £
Gift aid	18,980	31,734

7 Cost of raising funds

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Investment Property costs	13,207	4,836
	<u>13,207</u>	<u>4,836</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

8 Charitable activities

	2020 £	2019 £
Insurance	6,096	7,572
Bank service charge	50	132
Advertising	819	544
Rent	32,981	34,638
Food, services and flowers	-	1,275
Mail, postage and stationery	21,165	304
Legal and professional fees	8,648	10,208
Repairs and maintenance	6,840	908
General expenses	2,821	3,461
Depreciation	16,824	12,200
Telephone and internet	24,631	18,761
Utilities	5,906	6,371
Travel and accommodation	-	2,283
Security	2,412	869
Museum project costs	3,930	154,405
Exchange gains	-	(15,289)
	<u>133,123</u>	<u>238,642</u>
Share of governance costs (see note 9)	4,200	4,200
	<u>137,323</u>	<u>456,776</u>
Analysis by fund		
Unrestricted funds	<u>137,323</u>	
	<u>137,323</u>	
For the year ended 31 December 2019		
Unrestricted funds		<u>456,776</u>
		<u>456,776</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Support costs

	Support costs	Governance costs	2020	2019
	£	£	£	£
Independent examiner fees	-	4,200	4,200	4,200
	<u>-</u>	<u>4,200</u>	<u>4,200</u>	<u>4,200</u>
	<u>-</u>	<u>4,200</u>	<u>4,200</u>	<u>4,200</u>

10 Independent examiner fee

The analysis of independent examiner remuneration is as follows:

	£	£
Independent examination	4,200	4,200
	<u>4,200</u>	<u>4,200</u>
Non-audit services		
All other non- independent examination services	-	594
	<u>-</u>	<u>594</u>

11 Trustees

The average number of trustees during the year was 3 (2019: 3).

No Trustee, or person related or connected by business to them, received any remuneration or benefits in kind from the Charity during the year.

The Trustees & Speakers costs of (a) travelling to and from the meetings and teachings held at various locations on a weekly basis and any overnight accommodation and (b) ancillary costs such as mobile telephone charges that are necessary for the Charity are met by the Charity.

12 Employees

There were no employees during the year.

13 Net gains/(losses) on investments

	2020	2019
	£	£
Revaluation of investment properties	(76,628)	(25,000)
	<u>(76,628)</u>	<u>(25,000)</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

14 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 January 2020	614,806	15,765	32,909	663,480
Additions	267,734	-	1,398	269,132
At 31 December 2020	882,540	15,765	34,307	932,612
Depreciation and impairment				
At 1 January 2020	45,149	12,027	25,033	82,209
Depreciation charged in the year	13,651	935	2,238	16,824
At 31 December 2020	58,800	12,962	27,271	99,033
Carrying amount				
At 31 December 2020	823,740	2,803	7,036	833,579
At 31 December 2019	569,657	3,738	7,876	581,271

15 Heritage assets

Artwork
£

At 1 January 2020 and at 31 December 2020	21,824
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16 Investment property

2020
£

Fair value	
At 1 January 2020	1,061,628
Net gains or losses through fair value adjustments	(76,628)
At 31 December 2020	985,000

The investment property are stated in the accounts at the Trustees' estimate of market value at the balance sheet date. There has been no valuation by an independent party.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

17 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	161	284
Other debtors	9,736	5,773
Prepayments and accrued income	13,156	7,282
	<u>23,053</u>	<u>13,339</u>

18 Creditors: amounts falling due within one year

	2020	2019
	£	£
Trade creditors	4,707	16,744
Other creditors	19,611	19,611
Accruals and deferred income	25,881	4,487
	<u>50,199</u>	<u>40,842</u>

19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2020	Movement in funds		Balance at 31 December 2020
	£	Incoming resources	Resources expended	£
Sadagheh	159,849	10,004	-	169,853
	<u>159,849</u>	<u>10,004</u>	<u>-</u>	<u>169,853</u>

Sufficient funds are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed. The restricted funds were established as the result of directions given by donors which specified that the money was to be used for a specific purpose.

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

20 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 December 2020 are represented by:			
Tangible assets	833,579	-	833,579
Heritage assets	21,824	-	21,824
Investment properties	985,000	-	985,000
Current assets/(liabilities)	788,473	169,853	958,326
	<u>2,628,876</u>	<u>169,853</u>	<u>2,798,729</u>

MAKTAB TARIGHAT OVEYSSI SHAHMAGHSOUDI (SCHOOL OF ISLAMIC SUFISM)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2020 £	2019 £
Within one year	25,133 <u> </u>	29,012 <u> </u>

Lease payments of £32,981 (2019: £34,638) have been recognised as an expense in the year.

22 Related party transactions

The charity made donations or loans, shared costs with or received income from other charities which form part of the global organisation using the name MTO:

Incoming resources includes £Nil (2019 - £51,753) Gifts in Kind from MTO Trust, a related party charity.

Charitable activities includes £Nil (2019 - £368,339) of support costs for the Museum project.

Creditors includes £19,611 (2019 - £19,611) being the Sterling Equivalent of Euro Loans due to/ from MTO Germany.

Charitable activities costs includes £19,600 (2019 - £14,725) being the UK share of the cost of providing the global website supplied by MTO Germany, a related party charity.

Rental income includes £20,000 (2019 - £20,000) of rent received from MTO College. Last year, MTO College, had the use of part of the premises in London and was in addition included on the insurance policies.

23 Charity information

Maktab Tarighat Oveyssi Sharmaghsoodi (School of Islamic Sufism) is a charitable incorporated organisation incorporated in England and Wales. The principal place of business is 23 Edison Road, Crouch End, London, N8 8AE.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.