

**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

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

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# 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

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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

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#### 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**

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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**

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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)**

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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							
<b>Income and endowments from:</b>							
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
<b>Total income</b>		<b>222,604</b>	<b>13,729</b>	<b>236,333</b>	<b>307,991</b>	<b>10,004</b>	<b>317,995</b>
<b>Expenditure on:</b>							
Cost of raising funds	7	18,078	-	18,078	13,207	-	13,207
Charitable activities	8	82,577	-	82,577	137,323	-	137,323
<b>Total expenditure</b>		<b>100,655</b>	<b>-</b>	<b>100,655</b>	<b>150,530</b>	<b>-</b>	<b>150,530</b>
Net gains/(losses) on investments	12	15,000	-	15,000	(76,628)	-	(76,628)
<b>Net income for the year/ Net movement in funds</b>		<b>136,949</b>	<b>13,729</b>	<b>150,678</b>	<b>80,833</b>	<b>10,004</b>	<b>90,837</b>
Fund balances at 1 January 2021		2,628,876	169,853	2,798,729	2,548,043	159,849	2,707,892
<b>Fund balances at 31 December 2021</b>		<b>2,765,825</b>	<b>183,582</b>	<b>2,949,407</b>	<b>2,628,876</b>	<b>169,853</b>	<b>2,798,729</b>

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 £	£
<b>Fixed assets</b>					
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>
<b>Current assets</b>					
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>	
<b>Creditors: amounts falling due within one year</b>	17	(66,297)		(50,199)	
<b>Net current assets</b>			<u>1,064,832</u>		<u>958,326</u>
<b>Total assets less current liabilities</b>			<u>2,949,407</u>		<u>2,798,729</u>
<b>Income funds</b>					
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

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#### **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

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#### 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>
	<u><u>18,078</u></u>	<u><u>13,207</u></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>
	<u><u>82,577</u></u>	<u><u>137,323</u></u>
<b>Analysis by fund</b>		
Unrestricted funds	82,577	137,323
	<u>82,577</u>	<u>137,323</u>
	<u><u>82,577</u></u>	<u><u>137,323</u></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
	£	£	£	£
<b>Cost</b>				
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
<b>Depreciation and impairment</b>				
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
<b>Carrying amount</b>				
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
	£
<b>Fair value</b>	
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
	£	£
<b>Amounts falling due within one year:</b>		
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 £.