

REGISTERED CIO NUMBER: CE017513 (England and Wales)
REGISTERED CHARITY NUMBER: 1183435

TRUSTEES' REPORT AND
AUDITED FINANCIAL STATEMENTS
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020
FOR
VAISHNAV SANGH OF UK CIO



AGK Partners
Chartered Accountants & Statutory Auditors
1 Kings Avenue
London
N21 3NA

VAISHNAV SANGH OF UK CIO

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FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

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TRUSTEES' REPORT
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

The Trustees present their first report together with the audited financial statements as a charitable incorporated organisation (CIO) for the Charity's period of 15 May 2019 to 30 September 2020.

The trustees confirm that the financial statements comply with current statutory requirements and the Statement of Recommended Practice – Accounting and Reporting by Charities: SORP applicable to charities preparing their financial statements in accordance with FRS 102.

INCORPORATION

Vaishnav Sangh of UK, the CIO, was registered with the Charity Commission on 15 May 2019 and commenced its activities with effect from 1 July 2019.

The Charity was set up as a Charitable Incorporated Organisation with Charity Number 1183435 replacing the Charity Vaishnav Sangh of UK (Charity Number 1138847), which has ceased activity after the transfer of its assets and liabilities to Vaishnav Sangh of UK CIO.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Charity's objectives and aims are to

- Advance the Hindu religion by providing places of worship.
- Advance the education of the public in the Hindu religion, culture and traditions, including yoga and meditation.
- Promote religious harmony by fostering knowledge, mutual understanding, and respect for different religious faiths' beliefs and practices.
- Support local charities, research and community projects and educational establishments.

To further its objectives and aims, the Charity now owns two Havelis:

Vrajdharm Haveli in Leicester

Shrinathdharm Haveli & Community Centre in London.

With gratitude and love, the trustees oversee the management of the Havelis and the engagement of specially trained Mukhyajis (priests) to provide Seva to Shree Thakorji (service to Shree Krishna) and to guide worshippers. The Charity also organises varied and regular Satsangs (gatherings for knowledge) and Manoraths (religious celebrations) that include online presentations.

The strategies employed to achieve the charity's objectives include:

- to ensure the Havelis are governed by the principles established over 500 years ago and are open daily to offer Darshan (sighting opportunity of the deities present) to members of the public.
- to hold regular classes to elucidate members of the public with the principles of the Hindu religion.
- to provide opportunities for a broad range of people to get involved in research and presentation of the subject matters of the Hindu religion.

Public benefit

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit whilst reviewing Vaishnav Sangh of UK's aims and objectives and in planning the future activities to ensure it meets the public benefit objectives.

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

The Charity has raised funds via regular donations, donations at live and on-line events and sponsorship.

The Charity has not engaged in public fundraising and does not use professional fundraisers or commercial participators. The Trustees monitor the relevant fundraising regulations and codes to ensure compliance where applicable.

With the end of Covid19 related restrictions, the charity anticipates an additional source of income from live events, hall and room hire.

Investment policy and objectives

The Charity has no plans for long term investments other than in freehold premises. Cash reserves are held in bank deposit accounts. Besides our two freehold premises, we do not hold any other investments or investment funds. Hence our risk exposure has been kept to a minimum.

TRUSTEES' REPORT
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

Reserves policy

Trustees have agreed to maintain a level of unrestricted reserves equal to at least three months of annual expenditure. Three months of annual spending for the current year equates to about £112,000, and the balance of the Unrestricted Funds is £226,774. Thus, at the end of the period, the Trustees consider that the Charity has an appropriate level of liquidity even in these challenging pandemic times. However, the adequacy of this policy will be reviewed annually.

FINANCIAL REVIEW

The financial statements reflect the activities for the period from 15 May 2019 to 30 September 2020.

This period was an exciting one of progress and consolidation. In July 2019, the Charity acquired the asset of the Jaspar Centre at 2a Rosslyn Crescent, Harrow, Middlesex HA1 2SU for £4,000,000 to house the long-awaited London Haveli that has been named the Shrinathdham Haveli & Community Centre. A grand inauguration ceremony took place in September 2019 conducted by our Patron and attended by thousands of devotees from the UK and worldwide.

The financial statements of the previous Vaishnav Sangh of UK Charity reflected activities up to 30 June 2019. The trading activities for the period 1 July 2019 to 30 October 2019 are reflected in these financial statements.

An amount of £1,274,626 was transferred from the previous Charity, being donations collected by that Charity before 31 October 2019 on behalf of the CIO, which has been reflected in these financial statements as restricted donations.

In addition, these financial statements also reflect the transfer of all the assets and liabilities of the previous Vaishnav Sangh of UK as of 31 October 2019. A total of £2,285,546 in terms of assets and liabilities were transferred from the previous Charity to the CIO, including the Haveli building in Leicester.

Below is a summary of the results for this period, and in view of the unprecedented events that the world experienced in 2020 during Covid19, the trustees take a lot of comfort from these results achieved:

	From previous Charity	During the period	Total
Unrestricted Fund	126,201	402,706	556,995
Restricted Fund – Buildings	2,159,345	986,834	3,118,091
Collected by previous charity on behalf of CIO	(1,274,626)	1,274,626	-
Restricted Fund – NHS Covid19 project	-	25,000	25,000
Total	1,010,920	2,689,166	3,700,086

These figures are explained in more detail on page 8 of the financial statements, and together with the investment income of £75,989, the total incoming funds for the period amounted to £3,776,075 for the Charity.

The Unrestricted Funds surplus amounted to £226,774.

There were other ceremonies announced and planned for 2019/20 in terms of Mahotsavs and Manoraths to be held for the padhramni (inauguration) of other Deities at the Haveli, but the pandemic has delayed these events, and we will review these in the coming years bearing in mind the state of the pandemic. However, the Trustees have taken on the challenge to keep the public active in religious and other activities using on-line media. The Charity has held numerous on-line events attended by a worldwide audience, in some cases up to 2,500 families participating. Thus, the Charity has managed to turn this extremely uncertain period into a positive one. The Charity is on course to become renowned as perhaps one of the most active and professional Hindu organisations for such presentations globally.

Vaishnav Sangh of UK, with the headquarters at the Shrinathdham Haveli being at the centre of the vibrant and multicultural Harrow Community, is exceptionally proud of its achievements within the local community, including the funds raised of £25,000 for the local NHS Trust at the height of the pandemic in 2020. We endeavour to enhance and preserve the well-being of all local citizens.

There are various sources of income that the Charity benefits from, such as daily prayers and homage together with many fold celebratory events in the Hindu calendar. The members participate and donate to divinity whilst participating in private events, communal worship in function rooms as well as the growing on-line presence.

Sponsorship schemes and pledges leading up to the opening of Shrinathdham Haveli have given a foundation for intended charitable activities to flourish.

The pandemic has presented challenges effecting the charity's landscape in different ways. For the trustees, the growing on-line presence has to an extent counter-balanced the reduced on-site activities during the lockdown as the global telecast

TRUSTEES' REPORT
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

coverage of the Haveli increased to worldwide devotees and the funds helped to finance the running of the Haveli.

Unrestricted funds are sufficient to support the Charity's operations. Succeeding the previous Charity with its diverse and loyal supporter base, the Charity is making in-roads into becoming a self-financing operation.

The Trustees have identified no significant short or medium-term financial risks to the Charity's continued operations, and therefore the financial statements have been prepared on the going concern basis.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document and organisation

Before the registration of Vaishnav Sangh of UK (the "CIO"), the activities were carried out under the previous Charity, Vaishnav Sangh of UK. On the registration of Vaishnav Sangh of UK, the CIO, the previous Vaishnav Sangh of UK, was deregistered from the Charity Commission, with effect from 31 October 2019. The objectives and activities of the CIO are the same as for the previous Charity set up under a Declaration of Trust.

Recruitment and appointment of new trustees

Apart from the first Trustees, every Trustee must be appointed by a resolution of the Trustees passed at a Special Meeting.

Induction and training of new trustees

New Trustees have to undergo an orientation day to brief them on their legal obligations, the contents of the CIO's Constitution and decision-making processes, the business plan and the recent financial performance of the CIO. During the induction day, they would meet critical employees and other Trustees.

In addition, Trustees are encouraged to attend appropriate external training events where these will facilitate their role.

Related parties

The Vaishnav Sangh of UK CIO achieves its aims and objectives independently of any other organisation, but where necessary, it seeks to actively collaborate with other organisations.

Risk management

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

The trustees have a risk management strategy which comprises:

- an annual review of the risks the Charity may face.
- the establishment of systems and procedures to mitigate those risks identified in the plan, and the implementation of procedures designed to minimise any potential impact on the Charity should those risks materialise.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered CIO number

CE017513 (England and Wales)

Registered Charity number

1183435

Registered office

Shrinathdham Haveli
2A Rosslyn Crescent
Harrow
Middlesex
HA1 2SU

Trustees

S Lakhani Chairman
M Popat Trustee
P Thakkar Trustee
D Kotecha Trustee (resigned 8.5.21)
J A Patel Trustee (deceased 13.7.20)

TRUSTEES' REPORT
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

Auditors

AGK Partners
Chartered Accountants & Statutory Auditors
1 Kings Avenue
London
N21 3NA

Bankers

Lloyds Bank plc
286-288 Station Road
Harrow
HA1 2EB

Solicitors

Gandecha and Pau Solicitors
508 Kingsbury Road
Kingsbury
London NW9 9HE

EVENTS SINCE THE END OF THE PERIOD

Information relating to events since the end of the period is given in the notes to the financial statements.

AUDITORS

The auditors, AGK Partners, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the Board of trustees on 19 August 2021 and signed on its behalf by:



.....
S Lakhani – Chairman

TRUSTEES' RESPONSIBILITY STATEMENT
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

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

The charity 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).

The law applicable to charities in England and Wales requires the charity 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 period.

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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation. As explained on page 3, the activities have continued through the CIO.

The Trustees are responsible for keeping proper accounting records that 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, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
VAISHNAV SANGH OF UK CIO (REGISTERED NUMBER: CE017513), REG. CHARITY NUMBER: 1183435**

Opinion

We have audited the financial statements of Vaishnav Sangh of UK CIO (the 'Charity') for the period ended 30 September 2020, which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2020 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the 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 charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The additional 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 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 trustee's report 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
VAISHNAV SANGH OF UK CIO (REGISTERED NUMBER: CE017513), REG. CHARITY NUMBER: 1183435**

Responsibilities of trustees

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

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 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.

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 auditor's report.

Use of our report

This report is made solely to the charitable company'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 charitable company'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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

AGK Partners
Chartered Accountants & Statutory Auditors
1 Kings Avenue
London
N21 3NA

Date: 19 August 2021

VAISHNAV SANGH OF UK CIO

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020**

	Notes	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	2	528,907	3,171,179	3,700,086
Investment income	3	<u>75,989</u>	<u>-</u>	<u>75,989</u>
Total		604,896	3,171,179	3,776,075
 EXPENDITURE ON				
Charitable activities				
Charitable costs	4	70,154	123,759	193,913
Support and other costs	5.1	300,948	206,439	507,387
Governance costs	5.2	<u>7,020</u>	<u>-</u>	<u>7,020</u>
Total		378,122	330,198	708,320
 NET INCOME		<u>226,774</u>	<u>2,840,981</u>	<u>3,067,755</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>226,774</u></u>	<u><u>2,840,981</u></u>	<u><u>3,067,755</u></u>

CONTINUING OPERATIONS

All income and expenditure have arisen from continuing activities.

Funds and matching expenses have been restricted for building funds of both the London and Leicester Haveli of £2,361,775 and £479,206 respectively.

Note:


Income from donations and legacies includes both funds generated this period of £1,414,540 and an amount of £2,285,546 brought forward from the previous Charity, as analysed in Note 2, page 13.

BALANCE SHEET
30 SEPTEMBER 2020

	Notes	Unrestricted fund £	Restricted funds £	Total funds £
FIXED ASSETS				
Tangible assets	11	132,912	4,522,870	4,655,782
CURRENT ASSETS				
Debtors	12	18,504	146,155	164,659
Cash at bank and in hand		<u>153,040</u>	<u>-</u>	<u>153,040</u>
		171,544	146,155	317,699
CREDITORS				
Amounts falling due within one year	13	(77,682)	(106,666)	(184,348)
NET CURRENT ASSETS		<u>93,862</u>	<u>39,489</u>	<u>133,351</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		226,774	4,562,359	4,789,133
CREDITORS				
Amounts falling due after more than one year	14	-	(1,721,378)	(1,721,378)
NET ASSETS		<u>226,774</u>	<u>2,840,981</u>	<u>3,067,755</u>
FUNDS	16			
Unrestricted funds:				
General fund				226,774
Restricted funds:				
London Building Fund				2,361,775
Leicester Building Fund				<u>479,206</u>
				<u>2,840,981</u>
TOTAL FUNDS				<u>3,067,755</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 19 August 2021 and were signed on its behalf by:


S Lakhani - Chairman


M Popal - Trustee

CASH FLOW STATEMENT
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

	Notes	£
Cash flows from operating activities		
Cash generated from operations	1	3,133,598
Interest paid		<u>(76,866)</u>
Net cash provided by operating activities		<u>3,056,732</u>
Cash flows from investing activities		
Purchase of tangible fixed assets		(4,782,816)
Interest received		<u>1,082</u>
Net cash (used) in/provided by investing activities		<u>(4,781,734)</u>
Cash flows from financing activities		
New loans in year		<u>1,878,042</u>
Net cash provided by financing activities		<u>1,878,042</u>
		<hr/>
Change in cash and cash equivalents in the reporting period		153,040
Cash and cash equivalents at the beginning of the reporting period		<u>-</u>
Cash and cash equivalents at the end of the reporting period		<u>153,040</u>

**NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020**

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

	£
Net income for the reporting period (as per the Statement of Financial Activities)	3,067,755
Adjustments for:	
Depreciation charges	127,035
Interest received	(1,082)
Interest paid	76,866
Increase in debtors	(164,659)
Increase in creditors	27,683
Net cash provided by operations	<u><u>3,133,598</u></u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 15.5.19 £	Cash flow £	At 30.9.20 £
Net cash			
Cash at bank and in hand	-	<u>153,040</u>	<u>153,040</u>
	-	<u>153,040</u>	<u>153,040</u>
Debt			
Debts falling due within 1 year	-	(156,665)	(156,665)
Debts falling due after 1 year	-	<u>(1,721,378)</u>	<u>(1,721,378)</u>
	-	<u>(1,878,043)</u>	<u>(1,878,043)</u>
Total	<u>-</u>	<u><u>(1,725,003)</u></u>	<u><u>(1,725,003)</u></u>

VAISHNAV SANGH OF UK CIO (REGISTERED NUMBER: CE017513), REG. CHARITY NUMBER: 1183435
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP FRS 102) and the Charities Act 2011.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

Going concern

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

Income

All income is recognised in the Statement of Financial Activities; once the Charity has an entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

Incoming resources with related expenditure

Where incoming resources have related expenditure (as with fundraising or contract income), the incoming resources and related expenditure are reported gross in the SoFA.

Investment income

This is rental income from flats held at the London Haveli.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure; it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis. It has been classified under headings that aggregate all costs related to the category, where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Governance costs include preparing and examining statutory financial statements, the expenses of trustee meetings, and the cost of any legal advice to trustees on governance or constitutional matters.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, e.g. allocating property costs by floor areas or per capita, staff costs by the time spent and other costs by their usage.

VAISHNAV SANGH OF UK CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

1. ACCOUNTING POLICIES - continued

Expenditure

Fundraising costs comprise the costs incurred by the Charity in the raising of income. Management and administration costs include management of the charity's assets, organisational management and administration and compliance with constitutional and statutory requirements.

Tangible fixed assets

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

Freehold property	-	2% on cost
Fixtures and fittings	-	20% on cost
Artefact	-	10% on cost

Taxation

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

Tax reclaims on donations and gifts

Incoming resources from gift aid reclaims are included in the SoFA at the same time as the gift to which they relate.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. For example, restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Building Fund

Building fund represents collections received, which are collected for use towards the Charity's buildings.

Collections include amounts received for the original purchase and subsequent structural and refurbishment works and amounts transferred from the general fund towards future maintenance costs.

Property depreciation and property finance costs are charged to the Building fund.

Derivative financial instruments

Derivative financial instruments are recognised at fair value using a valuation technique, with any gains or losses reported in profit or loss. Outstanding derivatives at the reporting date are included under the appropriate format heading depending on the nature of the derivative.

2. DONATIONS AND LEGACIES

	Unrestricted £	Restricted £	Total £
Donations	402,706	986,834	1,389,540
Donation from previous Charity	126,201	2,159,345	2,285,546
NHS Covid19 Appeal	-	25,000	25,000
	<u>528,907</u>	<u>3,171,179</u>	<u>3,700,086</u>

VAISHNAV SANGH OF UK CIO

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020**

3. INVESTMENT INCOME	£
Rents and room hire received	74,907
Deposit account interest	<u>1,082</u>
	<u>75,989</u>

4. CHARITABLE ACTIVITIES COSTS

	Unrestricted £	Restricted £	Total £
Purchases	-	98,759	98,759
Manorath expenses	70,154	-	70,154
Donation to NHS	-	25,000	25,000
	<u>70,154</u>	<u>123,759</u>	<u>193,913</u>

5.1 SUPPORT COSTS

	Unrestricted £	Restricted £	Total £
Wages and Pensions	99,086	-	99,086
Premises costs	77,754	-	77,754
Health & Safety	8,605	-	8,605
Insurance	13,226	-	13,226
Other costs	34,154	-	34,154
Finance charges	4,044	84,218	88,262
Depreciation	4,814	122,221	127,035
Repairs and renewals	29,823	-	29,823
Computer costs	5,348	-	5,348
Legal and Professional fees	24,094	-	24,094
	<u>300,948</u>	<u>206,439</u>	<u>507,387</u>

5.2 GOVERNANCE COSTS

	Unrestricted £	Restricted £	Total £
Auditors' remuneration	<u>7,020</u>	<u>-</u>	<u>7,020</u>

6. NET INCOME/(EXPENDITURE)

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

Auditors' remuneration	£ 7,020
Depreciation - owned assets	<u>127,035</u>

VAISHNAV SANGH OF UK CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 30 September 2020.

Trustees' expenses

There were no trustees' expenses paid for the period ended 30 September 2020.

8. STAFF COSTS

	£
Wages and salaries	98,482
Other pension costs	604
	<u>99,086</u>

The average monthly number of employees during the period was as follows:

Management	3
Priests	3
	<u>6</u>

No employees received emoluments in excess of £60,000.

9. ASSETS DONATED FROM PREVIOUS CHARITY

The following donations were made as at 31 October 2019:

Restricted funds	
London building fund	1,670,359
Leicester building fund	488,986
Guv seva	9,409
Unrestricted funds	
General fund - VSUK Trust	126,201
	<u>2,294,955</u>

Assets and liabilities as at 31 October 2019

Fixed assets - Leicester Haveli, Fixtures & Fittings and Artefacts	568,325
Amount receivable	5,840
Payments made on behalf of the Vaishnav Sangh of UK CIO for the London Haveli	1,735,240
Stock	1,120
Bank balance	4,430
Creditors	(20,000)
	<u>2,294,955</u>

10. CHARITABLE INCORPORATED ORGANISATION (CIO)

The organisation has been incorporated as a Charitable Incorporated Organisation (CIO) and has no equity holdings. As such, the trustees of the CIO have no liability to contribute to its assets and no personal responsibility for settling its debt and liabilities, should the organisation be wound up.

VAISHNAV SANGH OF UK CIO

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020**

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Artefact £	Totals £
COST				
Additions	<u>4,580,937</u>	<u>152,281</u>	<u>49,599</u>	<u>4,782,817</u>
DEPRECIATION				
Charge for year	<u>91,619</u>	<u>30,456</u>	<u>4,960</u>	<u>127,035</u>
NET BOOK VALUE				
At 30 September 2020	<u>4,489,318</u>	<u>121,825</u>	<u>44,639</u>	<u>4,655,782</u>

Additions included amounts donated to the CIO from the previous Charity, as disclosed in Note 9.

The Charity completed the purchase of the prestigious Grade 2 listed building, the Jaspar Centre and Jaspar Hall, in June 2019. Since the primary purpose is to serve the local community and the organisation's congregation within the Hindu community, it is not classified as a heritage asset. It was valued professionally at market value for £4,000,000.

	Freehold property £	Fixtures and fittings £	Artefact £	Totals £
Additions	4,040,649	133,338	40,505	4,214,492
Transfers from previous Charity	<u>540,288</u>	<u>18,943</u>	<u>9,094</u>	<u>568,325</u>
Additions as above				
At 30 September 2020	<u>4,580,937</u>	<u>152,281</u>	<u>49,599</u>	<u>4,782,817</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Outstanding pledges	97,496
Other debtors	16,865
Accrued income	10,504
Prepayments	<u>39,794</u>
	<u>164,659</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Bank loans and overdrafts (see note 15)	156,665
Trade creditors	14,176
Social security and other taxes	1,648
Pensions	150
Net wages	4,689
Accruals and deferred income	<u>7,020</u>
	<u>184,348</u>

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

	£
Bank loans (see note 15)	<u>1,721,378</u>

15. LOANS

An analysis of the maturity of loans is given below:

Amounts falling due within one-year on-demand:

Bank loans	<u>156,665</u>
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Amounts falling between one and two years:

Bank loans - 1-2 years	<u>156,667</u>
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Amounts falling due between two and five years:

Bank loans - 2-5 years	<u>519,998</u>
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VAISHNAV SANGH OF UK CIO

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

15. LOANS - continued

	£
Amounts falling due in more than five years:	
Repayable by instalments:	
Bank loans more than five years by instalments	<u>1,044,713</u>
The loans have been secured by a charge on the buildings owned of the Charity.	

16. MOVEMENT IN FUNDS

	Net movement in funds £	At 30.9.20 £
Unrestricted funds		
General fund	226,774	226,774
Restricted funds		
London Building Fund	2,361,775	2,361,775
Leicester Building Fund	479,206	479,206
	<u>2,840,981</u>	<u>2,840,981</u>
TOTAL FUNDS	<u>3,067,755</u>	<u>3,067,755</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	580,246	(353,472)	226,774
Restricted funds			
London Building Fund	2,657,193	(295,418)	2,361,775
Leicester Building Fund	488,986	(9,780)	479,206
NHS Covid19 Fund	25,000	(25,000)	-
	<u>3,171,179</u>	<u>(330,198)</u>	<u>2,840,981</u>
TOTAL FUNDS	<u>3,751,425</u>	<u>(683,670)</u>	<u>3,067,755</u>

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the period ended 30 September 2020.

18. POST BALANCE SHEET EVENTS

The Trustees have reviewed the Charity's position and reserves as at the year-end, having considered the future for the Charity, and are of the opinion that the Charity is in a position to continue in operational existence for the foreseeable future.

VAISHNAV SANGH OF UK CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

INCOME AND ENDOWMENTS

£

Donations and legacies

Donations - General income	627,494
Transfer from Old Charity	2,285,547
Building Fund collection - London Haveli	762,045
Donation - NHS Covid appeal	25,000
	<hr/>
	3,700,086

Investment income

Rents received	74,907
Deposit account interest	1,082
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	75,989

Total incoming resources 3,776,075

EXPENDITURE

Charitable activities

Donation paid	25,000
Purchases	98,759
Catering expenses	8,817
Manorath expenses	61,337
	<hr/>
	193,913

Support costs

Other

Wages	55,155
Pensions	604
Cleaning	20,584
Health and safety	8,605
Premises expenses	16,482
Depreciation of freehold property	91,619
Depreciation of fixtures and fittings	30,456
Depreciation of artefacts	4,960
	<hr/>
	228,465

Management

Wages	43,327
Rates and water	12,141
Insurance	13,226
Light and heat	28,547
Telephone	4,912
Repairs	29,823
Postage and stationery	10,321
Accountancy fees	14,212
Sundries	18,921
Legal fees	9,882
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	185,312

Finance

Bank charges	4,044
Bank loan interest	76,866
Loan arrangement fees	7,352
	<hr/>
	88,262

VAISHNAV SANGH OF UK CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD 15 MAY 2019 TO 30 SEPTEMBER 2020

	£
Information Technology	
Software licences	5,348
Governance costs	
Auditors' remuneration	7,020
	<hr/>
Total resources expended	708,320
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Net income	<u>3,067,755</u>