

MOSTAFAVI FOUNDATION

England & Wales · Charity number 1188787

Details

Status Registered

Legal form Trust

Registered 2020-03-27

Register [View on the Charity Commission register](#)

Contact

Address 3 Castleacre
15 Hyde Park Crescent
London
W2 2PT

Phone 02077248840

Email mostafavifoundation@gmail.com

Activities

Objects: THE TRUSTEES SHALL HOLD THE TRUST FUND UPON TRUST TO APPLY THE INCOME, AND IF AND IN SO FAR AS THE TRUSTEES SHALL THINK FIT IN THEIR ABSOLUTE DISCRETION ALL OR SUCH PART OR PARTS OF THE CAPITAL, AT SUCH TIME OR TIMES AND IN SUCH MANNER AS THE TRUSTEES SHALL IN THEIR ABSOLUTE DISCRETION DETERMINE TO OR FOR THE BENEFIT OF SUCH ONE OR MORE CHARITABLE PURPOSES BODIES TRUSTS ASSOCIATIONS INSTITUTIONS OR ORGANISATIONS IN ANY PART OF THE WORLD AS THE TRUSTEES MAY IN THEIR ABSOLUTE DISCRETION DETERMINE PROVIDED ALWAYS THAT NO PART OF THE CAPITAL OF THE TRUST FUND SHALL BE SO PAID OR APPLIED WITHOUT THE UNANIMOUS CONSENT OF ALL THE TRUSTEES AND PROVIDED FURTHER THAT THE TRUSTEES MAY IN THEIR ABSOLUTE DISCRETION DURING THE PERIOD OF 21 YEARS FROM THE DATE OF THIS DEED ACCUMULATE THE WHOLE OR ANY PART OR PARTS OF THE INCOME OF THE TRUST FUND BY INVESTING THE SAME IN ANY INVESTMENTS HEREBY AUTHORISED AND SO THAT THE ACCUMULATIONS SO MADE SHALL BE HELD AS AN ACCRETION TO THE CAPITAL OF THE TRUST FUND.

Activities: General Charitable Purposes

Classification

- **How:** Makes Grants To Organisations
- **What:** General Charitable Purposes
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-05	£144,190	£947,950	-	-
2024-04-05	£164,339	£150,000	-	-
2023-04-05	£169,041	£140,000	-	-
2022-04-05	£1,408,728	£266,140	£5,256,270	0
2021-04-05	£4,285,790	£172,107	£4,113,683	0

Trustees

Name	Role	Appointed
SEYED MAHMOUD MOSTAFAVI	Chair	2019-11-15
MAJID MOSTAFAVI		2019-11-15

MOSTAFAVI FOUNDATION

England & Wales - Charity number 1188787

Accounts

Charity number: 1188787

**MOSTAFAVI FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FINANCIAL YEAR TO 5 APRIL 2025**

MOSTAFAVI FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS FINANCIAL YEAR TO 5 APRIL 2025

Trustees	Seyed Mahmoud Mostafavi Majid Mostafavi
Registered charity number	1188787
Principal office	3 Castleacre 15 Hyde Park Crescent London W2 2PT
Independent examiner	Saeed Noury MAAT 22 Conduit Place London W2 1HS
Bankers	Clydesdale Bank PLC

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2025

The Trustees present their annual report and financial statements of the charity for the year ended 5 April 2025.

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 governing document, 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)" published in October 2019.

Objectives and activities

In accordance with the charity's governing document, the Trustees shall hold the trust fund upon trust to apply the income, and if and in so far as the Trustees shall think fit in their absolute discretion all or such part or parts of the capital, at such time or times and in such manner as the Trustees shall in their absolute discretion determine to or for the benefit of such one or more charitable purposes bodies trusts associations institutions or organisations in any part of the world as the Trustees may in their absolute discretion determine provided always that no part of the capital of the trust fund shall be so paid or applied without the unanimous consent of all the Trustees and provided further that the Trustees may in their absolute discretion during the period of 21 years from the date of this deed accumulate the whole or any part or parts of the income of the trust fund by investing the same in any investments hereby authorised and so that the accumulations so made shall be held as an accretion to the capital of the trust fund.

The Trustees have complied with the duty in Section 17 of the Charities Act 2011 and referred to the guidance contained in the Charity Commission's general guidance on Public Benefit when reviewing the Charity's aims and objectives and in planning future activities.

Grant-making policy

The Trustees have complete discretion to pay any grants which fall within the charity's objects. The Trustees hold regular meetings to discuss grants, based on applications received throughout the year. The Trustees' policy is to distribute grants based on the level of investment income they receive.

Investment policy

The Trustees have complete discretion to invest in any form of investment they think fit and have currently invested to strike a balance between capital growth and regular income to enable the charity to fulfil its charitable purposes. The Trustees review the investments at each meeting to ensure they are still appropriate.

Achievements and performance

Financial review

Donations of £536,083 were received in the year. Investment income of £144,190 were received in the year. The Trustees authorised the payment of donations totalling £943,500 in the year.

Going concern

Having considered post year end financial results, investments and cash reserves, and after making enquiries, the Trustees have reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2025

Reserves policy

It is the policy of the Trustees to maintain reserves of approximately 50% of the Foundation's annual investment income. The balance on unrestricted funds at 5 April 2025 was £86,680.

Risk management

The Trustees have assessed the major risks affecting the charity under the following categories: compliance with law and regulation, external risks, financial risks, and governance risks. The risks identified by Trustees have been reviewed and systems have been established to mitigate the identified risks. The Trustees intend to continue their existing policies subsequent to the year end.

Structure, governance and management

The Mostafavi Foundation was established by a charitable trust deed dated 15 November 2019.

The Trustees who served during the year were:

Seyed Mahmoud Mostafavi
Majid Mostafavi

In accordance with the Trust Deed, during the period of their joint lives the existing Trustees shall unless they shall otherwise agree be and remain the sole Trustees hereof (such period is hereinafter referred to as "the first period"). If at any time either or both of them shall retire from the trusts or shall die thereupon their children then living (other than any child or children who shall then be a Trustee or Trustees hereof) shall be and become trustees hereof together with the surviving Trustee or Trustees.

After the first period the number of Trustees shall not be less than three. If at any time after the first period owing to retirement or death or removal or otherwise the number of Trustees shall be reduced to less than the minimum required hereby the continuing Trustees shall immediately appoint one or more Trustees to fill the vacancy so occurring and any new Trustees shall in the first instance be appointed from amongst the lineal descendants then living of the Settlor who shall be of full age.

Being family members, incoming Trustees are aware of the aims and objectives of the Foundation and the manner in which the Trustees carry out their responsibilities. New Trustees are fully inducted by the existing Trustees and will be suitably trained in respect of their responsibilities.

Statement of responsibilities of the Trustees

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & 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 income and expenditure 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;
- make judgements and estimates that are reasonable and prudent; and

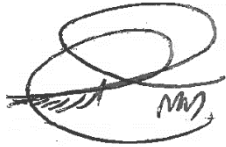
MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2025

- 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 business.

The Trustees are responsible for maintaining proper accounting records which 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 charity's assets and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' report was approved by the Board of Trustees and signed on their behalf by:

A handwritten signature in black ink, consisting of several overlapping loops and a horizontal stroke at the bottom. The initials 'MM' are visible at the end of the signature.

Seyed Mahmoud Mostafavi
Trustee

16 January 2026

MOSTAFAVI FOUNDATION

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

I report to the trustees on my examination of the financial statements of Mostafavi Foundation (the charity) for the year ended 5 April 2025 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including significant accounting policies.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the charity are not required to be audited and are eligible for independent examination, I report in respect in of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Saeed Noury MAAT
22 Conduit Place
London
W2 1HS

16 January 2026

MOSTAFAVI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2025

	Note	Unrestricted funds £	Endowment funds £	Total funds 2025 £	Total funds 2024 £
Income & endowments					
Donations and legacies	2	-	536,083	536,083	171,397
Investments	3	144,190	-	144,190	164,339
Total income		144,190	536,083	680,273	335,736
Expenditure					
Charitable activities		947,950	-	947,950	150,000
Total expenditure	4	947,950	-	947,950	150,000
Net income / (expenditure)		(803,760)	536,083	(267,677)	185,736
Transfers between funds		695,000	(695,000)	-	-
Net movement in funds		(108,760)	(158,917)	(267,677)	185,736
Reconciliation of funds					
Total funds brought forward		195,440	5,372,356	5,567,796	5,382,060
Total funds carried forward		86,680	5,213,440	5,300,119	5,567,796

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived entirely from the continuing activities of the Foundation.

MOSTAFAVI FOUNDATION

BALANCE SHEET AS AT 5 APRIL 2025

	Note	2025 £	2024 £
Fixed assets			
Investments	9	9,442,986	9,442,986
Current assets			
Cash at bank & in hand		57,289	327,601
Debtors	10	25,003	68,908
		82,292	396,509
Creditors: amounts falling due within one year	11	(7,064)	(22,596)
Net current assets/(liabilities)		75,228	373,913
Total assets less current liabilities		9,518,214	9,816,899
Creditors: amounts falling due after one year	12	(4,218,095)	(4,249,103)
Total net assets		5,300,119	5,567,796
Funds of the charity			
Endowment funds		5,213,440	5,372,356
Unrestricted funds		86,680	195,440
Total funds		5,300,119	5,567,796

The financial statements were approved by the Trustees on 16 January 2026 and were signed on their behalf by:



Seyed Mahmoud Mostafavi
Trustee

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2025

1 Accounting policies

a) Basis of preparation

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”) 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.

b) 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.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2025

Endowment funds are subject to specific conditions by donors that the capital must be maintained by Mostafavi Foundation.

g) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise of trading costs and the costs incurred by the charity in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

All expenditure is inclusive of irrecoverable VAT.

h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance and governance costs which support the Trust's charitable activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities.

i) Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the statement of financial activities.

j) Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income for the year. Transaction costs are expensed as incurred.

k) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

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

m) Creditors and provisions

Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2025

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2 Income from donations

	Unrestricted Funds £	Endowment Funds £	Total Funds 2025 £	Total Funds 2024 £
Donations	-	536,083	536,083	171,397
	-	536,083	536,083	171,397

3 Income from investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2025 £	Total Funds 2024 £
Rental income	128,764	-	128,764	161,248
Interest income	15,426	-	15,426	3,091
	144,190	-	144,190	164,339

4 Analysis of expenditure

	Raising funds £	Charitable activities £	Support costs £	Governance costs £	Total 2025 £	Total 2024 £
Independent examiner fees	-	-	-	4,450	4,450	-
Grants	-	943,500	-	-	943,500	150,000
	-	943,500	-	4,450	947,950	150,000

All of the expenditure was unrestricted.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2025

5 Grantmaking

The Trustees have exercised their right under section 132 of the Charities Act 2011.

6 Analysis of governance costs

	2025	2024
	£	£
Independent examiner fees	4,450	-
	<u>4,450</u>	<u>-</u>

7 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

No remuneration was paid to the Trustees for their services to the Foundation.

The charity trustees were not paid or received any other benefits from employment with the charity in the year neither were they reimbursed expenses during the year. No charity trustee received payment for professional or other services supplied to the charity.

There were no employees during the year.

8 Taxation

The charity is exempt from tax as all its income is charitable and is applied for charitable purposes.

9 Investments

	Investment properties £
Cost / Valuation	
At the start of the year	9,442,986
Additions	-
Revaluations	-
Disposals	-
At end of the year	<u>9,442,986</u>

The trustees believe the fair value of the above properties at 5 April 2025 is as stated above.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2025

10 Debtors

	2025	2024
	£	£
Other debtors	25,003	68,908
	25,003	68,908

11 Creditors: amounts falling due within one year

	2025	2024
	£	£
Accruals	7,064	22,596
	7,064	22,596

12 Creditors: amounts falling due after one year

	2025	2024
	£	£
Other creditors	4,218,095	4,249,103
	4,218,095	4,249,103

13 Analysis of cash

	2025	2024
	£	£
Cash at bank and in hand	57,289	327,601
	57,289	327,601

14 Movements in funds

	At the start of the year	Income	Expenditure	Transfers	Gains and losses	At the end of the year
	£	£	£	£	£	£
Endowment funds	5,372,356	536,083	-	(695,000)	-	5,213,440
Unrestricted funds	195,440	144,190	947,950	695,000	-	86,680
Total funds	5,567,796	680,273	947,950	-	-	5,300,119

MOSTAFAVI FOUNDATION

England & Wales - Charity number 1188787

Accounts

Charity number: 1188787

**MOSTAFAVI FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FINANCIAL YEAR TO 5 APRIL 2024**

MOSTAFAVI FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS FINANCIAL YEAR TO 5 APRIL 2024

Trustees	Seyed Mahmoud Mostafavi Majid Mostafavi
Registered charity number	1188787
Principal office	3 Castleacre 15 Hyde Park Crescent London W2 2PT
Independent examiner	Saeed Noury FCA MAAT 22 Conduit Place London W2 1HS
Bankers	Clydesdale Bank PLC (trading as Virgin Money)

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2024

The Trustees present their annual report and financial statements of the charity for the year ended 5 April 2024.

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 governing document, 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)" published in October 2019.

Objectives and activities

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Investment policy

The Trustees have complete discretion to invest in any form of investment they think fit and have currently invested to strike a balance between capital growth and regular income to enable the charity to fulfil its charitable purposes. The Trustees review the investments at each meeting to ensure they are still appropriate.

Achievements and performance

Financial review

Donations of £171,397 were received in the year. Investment income of £164,339 were received in the year. The Trustees authorised the payment of donations totalling £150,000 in the year.

Going concern

Having considered post year end financial results, investments and cash reserves, and after making enquiries, the Trustees have reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2024

Reserves policy

It is the policy of the Trustees to maintain reserves of approximately 50% of the Foundation's annual investment income. The balance on unrestricted funds at 5 April 2024 was £195,440.

Risk management

The Trustees have assessed the major risks affecting the charity under the following categories: compliance with law and regulation, external risks, financial risks, and governance risks. The risks identified by Trustees have been reviewed and systems have been established to mitigate the identified risks. The Trustees intend to continue their existing policies subsequent to the year end.

Structure, governance and management

The Mostafavi Foundation was established by a charitable trust deed dated 15 November 2019.

The Trustees who served during the year were:

Seyed Mahmoud Mostafavi
Majid Mostafavi

In accordance with the Trust Deed, during the period of their joint lives the existing Trustees shall unless they shall otherwise agree be and remain the sole Trustees hereof (such period is hereinafter referred to as "the first period"). If at any time either or both of them shall retire from the trusts or shall die thereupon their children then living (other than any child or children who shall then be a Trustee or Trustees hereof) shall be and become trustees hereof together with the surviving Trustee or Trustees.

After the first period the number of Trustees shall not be less than three. If at any time after the first period owing to retirement or death or removal or otherwise the number of Trustees shall be reduced to less than the minimum required hereby the continuing Trustees shall immediately appoint one or more Trustees to fill the vacancy so occurring and any new Trustees shall in the first instance be appointed from amongst the lineal descendants then living of the Settlor who shall be of full age.

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- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2024

- 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 business.

The Trustees are responsible for maintaining proper accounting records which 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 charity's assets and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' report was approved by the Board of Trustees and signed on their behalf by:

A handwritten signature in black ink, consisting of several overlapping loops and a horizontal line at the bottom. The initials 'MM' are visible at the end of the signature.

Seyed Mahmoud Mostafavi
Trustee

10 January 2025

MOSTAFAVI FOUNDATION

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

I report to the trustees on my examination of the financial statements of Mostafavi Foundation (the charity) for the year ended 5 April 2024 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including significant accounting policies.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the charity are not required to be audited and are eligible for independent examination, I report in respect in of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Saeed Noury FCA MAAT
22 Conduit Place
London
W2 1HS

10 January 2025

MOSTAFAVI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2024

	Note	Unrestricted funds £	Endowment funds £	Total funds 2024 £	Total funds 2023 £
Income & endowments					
Donations and legacies	2	-	171,397	171,397	96,749
Investments	3	164,339	-	164,339	169,041
Total income		164,339	171,397	335,736	265,790
Expenditure					
Charitable activities		150,000	-	150,000	140,000
Total expenditure	4	150,000	-	150,000	140,000
Net income/(expenditure)		14,339	171,397	185,736	125,790
Transfers between funds		-	-	-	-
Net movement in funds		14,339	171,397	185,736	125,790
Reconciliation of funds					
Total funds brought forward		181,101	5,200,959	5,382,060	5,256,270
Total funds carried forward		195,440	5,372,356	5,567,796	5,382,060

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived entirely from the continuing activities of the Foundation.

MOSTAFAVI FOUNDATION

BALANCE SHEET AS AT 5 APRIL 2024

	Note	2024 £	2023 £
Fixed assets			
Investments	9	9,442,986	9,442,986
Current assets			
Cash at bank & in hand		327,601	404,456
Debtors	10	<u>68,908</u>	<u>33,753</u>
		396,509	438,209
Creditors: amounts falling due within one year	11	<u>(22,596)</u>	<u>(20,461)</u>
Net current assets/(liabilities)		<u>373,913</u>	<u>417,748</u>
Total assets less current liabilities		9,816,899	9,860,734
Creditors: amounts falling due after one year	12	(4,249,103)	(4,478,674)
Total net assets		<u>5,567,796</u>	<u>5,382,060</u>
Funds of the charity			
Endowment funds		5,372,356	5,200,959
Unrestricted funds		<u>195,440</u>	<u>181,101</u>
Total funds		<u>5,567,796</u>	<u>5,382,060</u>

The financial statements were approved by the Trustees on 10 January 2025 and were signed on their behalf by:



Seyed Mahmoud Mostafavi
Trustee

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2024

1 Accounting policies

a) Basis of preparation

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”) 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.

b) 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.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2024

Endowment funds are subject to specific conditions by donors that the capital must be maintained by Mostafavi Foundation.

g) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise of trading costs and the costs incurred by the charity in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

All expenditure is inclusive of irrecoverable VAT.

h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance and governance costs which support the Trust's charitable activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities.

i) Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the statement of financial activities.

j) Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income for the year. Transaction costs are expensed as incurred.

k) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

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

m) Creditors and provisions

Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2024

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2 Income from donations

	Unrestricted Funds £	Endowment Funds £	Total Funds 2024 £	Total Funds 2023 £
Donations	-	171,397	171,397	96,749
	-	171,397	171,397	96,749

3 Income from investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2024 £	Total Funds 2023 £
Rental income	161,248	-	161,248	169,023
Interest income	3,091	-	3,091	18
	164,339	-	164,339	169,041

4 Analysis of expenditure

	Raising funds £	Charitable activities £	Support costs £	Governance costs £	Total 2024 £	Total 2023 £
Independent examiner fees	-	-	-	-	-	-
Grants	-	150,000	-	-	150,000	140,000
	-	150,000	-	-	150,000	140,000

All of the expenditure was unrestricted.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2024

5 Grantmaking

The Trustees have exercised their right under section 132 of the Charities Act 2011.

6 Analysis of governance costs

	2024	2023
	£	£
Independent examiner fees	-	-
	<u>-</u>	<u>-</u>

7 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

No remuneration was paid to the Trustees for their services to the Foundation.

The charity trustees were not paid or received any other benefits from employment with the charity in the year neither were they reimbursed expenses during the year. No charity trustee received payment for professional or other services supplied to the charity.

There were no employees during the year.

8 Taxation

The charity is exempt from tax as all its income is charitable and is applied for charitable purposes.

9 Investments

	Investment properties £
Cost / Valuation	
At the start of the year	9,442,986
Additions	-
Revaluations	-
Disposals	-
At end of the year	<u>9,442,986</u>

The trustees believe the fair value of the above properties at 5 April 2024 is as stated above.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2024

10 Debtors

	2024	2023
	£	£
Other debtors	68,908	33,753
	68,908	33,753

11 Creditors: amounts falling due within one year

	2024	2023
	£	£
Accruals	22,596	20,461
	22,596	20,461

12 Creditors: amounts falling due after one year

	2024	2023
	£	£
Other creditors	4,249,103	4,478,674
	4,249,103	4,478,674

13 Analysis of cash

	2024	2023
	£	£
Cash at bank and in hand	327,601	404,456
	327,601	404,456

14 Movements in funds

	At the start of the year	Income	Expenditure	Transfers	Gains and losses	At the end of the year
	£	£	£	£	£	£
Endowment funds	5,200,959	171,397	-	-	-	5,372,356
Unrestricted funds	181,101	164,339	150,000	-	-	195,440
Total funds	5,382,060	335,736	150,000	-	-	5,567,796

MOSTAFAVI FOUNDATION

England & Wales - Charity number 1188787

Accounts

Charity number: 1188787

MOSTAFAVI FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FINANCIAL YEAR TO 5 APRIL 2023

MOSTAFAVI FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS FINANCIAL YEAR TO 5 APRIL 2023

Trustees	Seyed Mahmoud Mostafavi Majid Mostafavi
Registered charity number	1188787
Principal office	3 Castleacre 15 Hyde Park Crescent London W2 2PT
Independent Examiner	Saeed Noury FCA MAAT 22 Conduit Place London W2 1HS
Bankers	Clydesdale Bank PLC (trading as Virgin Money)

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2023

The Trustees present their annual report and financial statements of the charity for the year ended 5 April 2023.

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 governing document, 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)" published in October 2019.

Objectives and activities

In accordance with the charity's governing document, the Trustees shall hold the trust fund upon trust to apply the income, and if and in so far as the Trustees shall think fit in their absolute discretion all or such part or parts of the capital, at such time or times and in such manner as the Trustees shall in their absolute discretion determine to or for the benefit of such one or more charitable purposes bodies trusts associations institutions or organisations in any part of the world as the Trustees may in their absolute discretion determine provided always that no part of the capital of the trust fund shall be so paid or applied without the unanimous consent of all the Trustees and provided further that the Trustees may in their absolute discretion during the period of 21 years from the date of this deed accumulate the whole or any part or parts of the income of the trust fund by investing the same in any investments hereby authorised and so that the accumulations so made shall be held as an accretion to the capital of the trust fund.

The Trustees have complied with the duty in Section 17 of the Charities Act 2011 and referred to the guidance contained in the Charity Commission's general guidance on Public Benefit when reviewing the Charity's aims and objectives and in planning future activities.

Grant-making policy

The Trustees have complete discretion to pay any grants which fall within the charity's objects. The Trustees hold regular meetings to discuss grants, based on applications received throughout the year. The Trustees' policy is to distribute grants based on the level of investment income they receive.

Investment policy

The Trustees have complete discretion to invest in any form of investment they think fit and have currently invested to strike a balance between capital growth and regular income to enable the charity to fulfil its charitable purposes. The Trustees review the investments at each meeting to ensure they are still appropriate.

Achievements and performance

Financial review

Donations of £96,749 were received in the year. Investment income of £169,041 were received in the year. The Trustees authorised the payment of donations totalling £140,000 in the year.

Going concern

Having considered post year end financial results, investments and cash reserves, and after making enquiries, the Trustees have reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2023

Reserves policy

It is the policy of the Trustees to maintain reserves of approximately 50% of the Foundation's annual investment income. The balance on unrestricted funds at 5 April 2023 was £181,101.

Risk management

The Trustees have assessed the major risks affecting the charity under the following categories: compliance with law and regulation, external risks, financial risks, and governance risks. The risks identified by Trustees have been reviewed and systems have been established to mitigate the identified risks. The Trustees intend to continue their existing policies subsequent to the year end.

Structure, governance and management

The Mostafavi Foundation was established by a charitable trust deed dated 15 November 2019.

The Trustees who served during the year were:

Seyed Mahmoud Mostafavi
Majid Mostafavi

In accordance with the Trust Deed, during the period of their joint lives the existing Trustees shall unless they shall otherwise agree be and remain the sole Trustees hereof (such period is hereinafter referred to as "the first period"). If at any time either or both of them shall retire from the trusts or shall die thereupon their children then living (other than any child or children who shall then be a Trustee or Trustees hereof) shall be and become trustees hereof together with the surviving Trustee or Trustees.

After the first period the number of Trustees shall not be less than three. If at any time after the first period owing to retirement or death or removal or otherwise the number of Trustees shall be reduced to less than the minimum required hereby the continuing Trustees shall immediately appoint one or more Trustees to fill the vacancy so occurring and any new Trustees shall in the first instance be appointed from amongst the lineal descendants then living of the Settlor who shall be of full age.

Being family members, incoming Trustees are aware of the aims and objectives of the Foundation and the manner in which the Trustees carry out their responsibilities. New Trustees are fully inducted by the existing Trustees and will be suitably trained in respect of their responsibilities.

Statement of responsibilities of the Trustees

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & 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 income and expenditure 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;
- make judgements and estimates that are reasonable and prudent; and

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2023

- 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 business.

The Trustees are responsible for maintaining proper accounting records which 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 charity's assets and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' report was approved by the Board of Trustees and signed on their behalf by:

A handwritten signature in black ink, consisting of several overlapping loops and a horizontal line at the bottom. The initials 'MM' are visible at the end of the signature.

Seyed Mahmoud Mostafavi
Trustee

18 January 2024

MOSTAFAVI FOUNDATION

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

I report to the trustees on my examination of the financial statements of Mostafavi Foundation (the charity) for the year ended 5 April 2023 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including significant accounting policies.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the charity are not required to be audited and are eligible for independent examination, I report in respect in of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Saeed Noury FCA MAAT
22 Conduit Place
London
W2 1HS

18 January 2024

MOSTAFAVI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2023

	Note	Unrestricted funds £	Endowment funds £	Total funds 2023 £	Total funds 2022 £
Income & endowments					
Donations and legacies	2	-	96,749	96,749	1,133,189
Investments	3	169,041	-	169,041	129,699
Total income		<u>169,041</u>	<u>96,749</u>	<u>265,790</u>	<u>1,262,888</u>
Expenditure					
Charitable activities		140,000	-	140,000	120,300
Total expenditure	4	<u>140,000</u>	<u>-</u>	<u>140,000</u>	<u>120,300</u>
Net income / (expenditure)		<u>29,041</u>	<u>96,749</u>	<u>125,790</u>	<u>1,142,587</u>
Transfers between funds		-	-	-	-
Net movement in funds		<u>29,041</u>	<u>96,749</u>	<u>125,790</u>	<u>1,142,587</u>
Reconciliation of funds					
Total funds brought forward		152,060	5,104,210	5,256,270	4,113,683
Total funds carried forward		<u>181,101</u>	<u>5,200,959</u>	<u>5,382,060</u>	<u>5,256,270</u>

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived entirely from the continuing activities of the Foundation.

MOSTAFAVI FOUNDATION

BALANCE SHEET AS AT 5 APRIL 2023

	Note	2023 £	2022 £
Fixed assets			
Investments	9	9,442,986	9,433,221
Current assets			
Cash at bank & in hand		404,456	317,738
Debtors	10	<u>33,753</u>	<u>32,406</u>
		438,209	350,143
Creditors: amounts falling due within one year	11	<u>20,461</u>	<u>16,368</u>
Net current assets		<u>417,748</u>	<u>333,775</u>
Total assets less current liabilities		9,860,734	9,766,997
Creditors: amounts falling due after one year	12	4,478,674	4,510,727
Total net assets		<u>5,382,060</u>	<u>5,256,270</u>
Funds of the charity			
Endowment funds		5,200,959	5,104,210
Unrestricted funds		181,101	152,060
Total charity funds		<u>5,382,060</u>	<u>5,256,270</u>

The financial statements were approved by the Trustees on 18 January 2024 and were signed on their behalf by:



Seyed Mahmoud Mostafavi
Trustee

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

1 Accounting policies

a) Basis of preparation

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”) 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.

b) 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.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

Endowment funds are subject to specific conditions by donors that the capital must be maintained by Mostafavi Foundation.

g) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise of trading costs and the costs incurred by the charity in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

All expenditure is inclusive of irrecoverable VAT.

h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance and governance costs which support the Trust's charitable activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities.

i) Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the statement of financial activities.

j) Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income for the year. Transaction costs are expensed as incurred.

k) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

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

m) Creditors and provisions

Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2 Income from donations

	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £	Total Funds 2022 £
Donations	-	96,749	96,749	1,133,189
	-	96,749	96,749	1,133,189

3 Income from investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2023 £	Total Funds 2022 £
Rental income	169,023	-	169,023	129,699
Interest income	18	-	18	-
	169,041	-	169,041	275,539

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

4 Analysis of expenditure

	Raising funds £	Charitable activities £	Support costs £	Governance costs £	Total 2023 £	Total 2022 £
Independent examiner fees	-	-	-	-	-	1,800
Grants	-	140,000	-	-	140,000	118,500
	-	140,000	-	-	140,000	120,300

All of the expenditure was unrestricted.

5 Grantmaking

The Trustees have exercised their right under section 132 of the Charities Act 2011.

6 Analysis of governance costs

	2023 £	2022 £
Independent examiner fees	-	1,800
	-	1,800

7 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

No remuneration was paid to the Trustees for their services to the Foundation.

The charity trustees were not paid or received any other benefits from employment with the charity in the year neither were they reimbursed expenses during the year. No charity trustee received payment for professional or other services supplied to the charity.

There were no employees during the year.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

8 Taxation

The charity is exempt from tax as all its income is charitable and is applied for charitable purposes.

9 Investments

	Investment properties £
Cost / Valuation	
At the start of the year	9,433,221
Additions	9,765
Revaluations	-
Disposals	-
At end of the year	<u><u>9,442,986</u></u>

The trustees believe the fair value of the above properties at 5 April 2023 is as stated above.

10 Debtors

	2023 £	2022 £
Other debtors	33,753	32,406
	<u><u>33,753</u></u>	<u><u>32,406</u></u>

11 Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals	20,461	16,368
	<u><u>20,461</u></u>	<u><u>16,368</u></u>

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

12 Creditors: amounts falling due after one year

	2023 £	2022 £
Other creditors	4,478,674	4,510,727
	<u>4,478,674</u>	<u>4,510,727</u>

13 Analysis of cash

	2023 £	2022 £
Cash at bank and in hand	404,456	317,738
	<u>404,456</u>	<u>317,738</u>

14 Movements in funds

	At the start of the year £	Income £	Expenditure £	Transfers £	Gains and losses £	At the end of the year £
Endowment funds	5,104,210	96,749	-	-	-	5,200,959
Unrestricted funds	152,060	169,041	140,000	-	-	181,101
Total funds	<u>5,256,270</u>	<u>265,790</u>	<u>140,000</u>	<u>-</u>	<u>-</u>	<u>5,382,060</u>

MOSTAFAVI FOUNDATION

England & Wales - Charity number 1188787

Accounts

Charity number: 1188787

**MOSTAFAVI FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FINANCIAL YEAR TO 5 APRIL 2022**

MOSTAFAVI FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS FINANCIAL YEAR TO 5 APRIL 2022

Trustees	Seyed Mahmoud Mostafavi Majid Mostafavi
Registered charity number	1188787
Principal office	3 Castleacre 15 Hyde Park Crescent London W2 2PT
Independent auditor	First Assurance Services Limited Chartered Accountants & Registered Auditors 219 Kensington High Street London W8 6BD
Bankers	Clydesdale Bank PLC (trading as Virgin Money)

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2022

The Trustees present their annual report and financial statements of the charity for the year ended 5 April 2022.

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 governing document, 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)" published in October 2019.

Objectives and activities

In accordance with the charity's governing document, the Trustees shall hold the trust fund upon trust to apply the income, and if and in so far as the Trustees shall think fit in their absolute discretion all or such part or parts of the capital, at such time or times and in such manner as the Trustees shall in their absolute discretion determine to or for the benefit of such one or more charitable purposes bodies trusts associations institutions or organisations in any part of the world as the Trustees may in their absolute discretion determine provided always that no part of the capital of the trust fund shall be so paid or applied without the unanimous consent of all the Trustees and provided further that the Trustees may in their absolute discretion during the period of 21 years from the date of this deed accumulate the whole or any part or parts of the income of the trust fund by investing the same in any investments hereby authorised and so that the accumulations so made shall be held as an accretion to the capital of the trust fund.

The Trustees have complied with the duty in Section 17 of the Charities Act 2011 and referred to the guidance contained in the Charity Commission's general guidance on Public Benefit when reviewing the Charity's aims and objectives and in planning future activities.

Grant-making policy

The Trustees have complete discretion to pay any grants which fall within the charity's objects. The Trustees hold regular meetings to discuss grants, based on applications received throughout the year. The Trustees' policy is to distribute grants based on the level of investment income they receive.

Investment policy

The Trustees have complete discretion to invest in any form of investment they think fit and have currently invested to strike a balance between capital growth and regular income to enable the charity to fulfil its charitable purposes. The Trustees review the investments at each meeting to ensure they are still appropriate.

Achievements and performance

Financial review

Donations of £1,133,189 were received in the year. Investment income of £275,539 were received in the year. The Trustees authorised the payment of donations totalling £118,500 in the year.

Going concern

The Trustees have considered whether the charity has been affected by the economic impact and restrictions that have ensued following the Coronavirus pandemic that emerged in March 2020. Having considered post year end financial results, investments and cash reserves, and after making enquiries, the Trustees have reasonable expectation that the charity has adequate resources to

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2022

continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

Reserves policy

It is the policy of the Trustees to maintain reserves of approximately 50% of the Foundation's annual investment income. The balance on unrestricted funds at 5 April 2022 was £152,060.

Risk management

The Trustees have assessed the major risks affecting the charity under the following categories: compliance with law and regulation, external risks, financial risks, and governance risks. The risks identified by Trustees have been reviewed and systems have been established to mitigate the identified risks. The Trustees intend to continue their existing policies subsequent to the year end.

Structure, governance and management

The Mostafavi Foundation was established by a charitable trust deed dated 15 November 2019.

The Trustees who served during the year were:

Seyed Mahmoud Mostafavi
Majid Mostafavi

In accordance with the Trust Deed, during the period of their joint lives the existing Trustees shall unless they shall otherwise agree be and remain the sole Trustees hereof (such period is hereinafter referred to as "the first period"). If at any time either or both of them shall retire from the trusts or shall die thereupon their children then living (other than any child or children who shall then be a Trustee or Trustees hereof) shall be and become trustees hereof together with the surviving Trustee or Trustees.

After the first period the number of Trustees shall not be less than three. If at any time after the first period owing to retirement or death or removal or otherwise the number of Trustees shall be reduced to less than the minimum required hereby the continuing Trustees shall immediately appoint one or more Trustees to fill the vacancy so occurring and any new Trustees shall in the first instance be appointed from amongst the lineal descendants then living of the Settlor who shall be of full age.

Being family members, incoming Trustees are aware of the aims and objectives of the Foundation and the manner in which the Trustees carry out their responsibilities. New Trustees are fully inducted by the existing Trustees and will be suitably trained in respect of their responsibilities.

Statement of responsibilities of the Trustees

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & 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 income and expenditure of the charity for that period. In preparing these financial statements, the Trustees are required to:

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2022

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- 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 business.

The Trustees are responsible for maintaining proper accounting records which 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 charity's assets 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 the 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.

Statement as to disclosure to our auditors

In so far as the Trustees are aware:

- There is no relevant audit information of which the charity's auditors are unaware; and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees' report was approved by the Board of Trustees and signed on their behalf by:



Seyed Mahmoud Mostafavi
Trustee

23 January 2023

MOSTAFAVI FOUNDATION

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

Opinion

We have audited the financial statements of Mostafavi Foundation (the charity) for the year ended 5 April 2022 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2022 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.
- 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 Auditor's 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 other information comprises the information included in the trustees' annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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

MOSTAFAVI FOUNDATION

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

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

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report. We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities set out in the trustees' annual report, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report 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.

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 are set out below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;

MOSTAFAVI FOUNDATION

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

- The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available 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 Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. 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 auditor's 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's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Tahir Ahmedani B.Com FCA (Senior Statutory Auditor)
First Assurance Services Limited
Chartered Accountants & Registered Auditors
219 Kensington High Street
London W8 6BD

23 January 2023

MOSTAFAVI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2022

	Note	Unrestricted funds £	Endowment funds £	Total funds 2022 £	Total funds 2021 £
Income & endowments					
Donations and legacies	2	-	1,133,189	1,133,189	3,971,021
Investments	3	275,539	-	275,539	314,769
Total income		<u>275,539</u>	<u>1,133,189</u>	<u>1,408,728</u>	<u>4,285,790</u>
Expenditure					
Raising funds		145,840	-	145,840	143,607
Charitable activities		120,300	-	120,300	28,500
Total expenditure	4	<u>266,140</u>	<u>-</u>	<u>266,140</u>	<u>172,107</u>
Net income / (expenditure)		<u>9,399</u>	<u>1,133,189</u>	<u>1,142,587</u>	<u>4,113,683</u>
Transfers between funds		-	-	-	-
Net movement in funds		<u>9,399</u>	<u>1,133,189</u>	<u>1,142,587</u>	<u>4,113,683</u>
Reconciliation of funds					
Total funds brought forward		142,661	3,971,021	4,113,683	-
Total funds carried forward		<u>152,060</u>	<u>5,104,210</u>	<u>5,256,270</u>	<u>4,113,683</u>

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived entirely from the continuing activities of the Foundation.

MOSTAFAVI FOUNDATION

BALANCE SHEET AS AT 5 APRIL 2022

	Note	2022 £	2021 £
Fixed assets			
Investments	9	9,433,221	8,505,775
Current assets			
Cash at bank & in hand		317,738	138,081
Debtors	10	<u>32,406</u>	<u>9,627</u>
		350,143	147,708
Creditors: amounts falling due within one year	11	<u>16,368</u>	<u>3,500</u>
Net current assets		<u>333,775</u>	<u>144,208</u>
Total assets less current liabilities		9,766,997	8,649,983
Creditors: amounts falling due after one year	12	4,510,727	4,536,300
Total net assets		<u>5,256,270</u>	<u>4,113,683</u>
Funds of the charity			
Endowment Funds		5,104,210	3,971,021
Unrestricted Funds		152,060	142,661
Total charity funds		<u>5,256,270</u>	<u>4,113,683</u>

The financial statements were approved by the Trustees on 23 January 2023 and were signed on their behalf by:



Seyed Mahmoud Mostafavi
Trustee

1 Accounting policies

a) Basis of preparation

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") 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.

b) 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.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

Endowment funds are subject to specific conditions by donors that the capital must be maintained by Mostafavi Foundation.

g) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise of trading costs and the costs incurred by the charity in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

All expenditure is inclusive of irrecoverable VAT.

h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance and governance costs which support the Trust's charitable activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities.

i) Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the statement of financial activities.

j) Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income for the year. Transaction costs are expensed as incurred.

k) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

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

m) Creditors and provisions

Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2 Income from donations

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
Donations	-	1,133,189	1,133,189	3,971,021
	-	1,133,189	1,133,189	3,971,021

3 Income from investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2022 £	Total Funds 2021 £
Rental income	275,539	-	275,539	314,769
	275,539	-	275,539	314,769

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

4 Analysis of expenditure

	Raising funds £	Charitable activities £	Support costs £	Governance costs £	Total 2022 £	Total 2021 £
Rent collection, property repairs and maintenance charges	145,840	-	-	-	145,840	143,607
Audit fees		-	-	1,800	1,800	3,500
Grants	-	118,500	-	-	118,500	25,000
	145,840	118,500	-	1,800	266,140	172,107

All of the expenditure was unrestricted.

5 Grantmaking

The Trustees have exercised their right under section 132 of the Charities Act 2011.

6 Analysis of governance costs

	2022 £	2021 £
Auditors' remuneration - audit fees	1,800	3,500
	1,800	3,500

7 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

No remuneration was paid to the Trustees for their services to the Foundation.

The charity trustees were not paid or received any other benefits from employment with the charity in the year neither were they reimbursed expenses during the year. No charity trustee received payment for professional or other services supplied to the charity.

There were no employees during the year.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

8 Taxation

The charity is exempt from tax as all its income is charitable and is applied for charitable purposes.

9 Investments

	Investment properties £
Cost / Valuation	
At the start of the year	8,505,775
Additions	927,446
Revaluations	-
Disposals	-
At end of the year	<u><u>9,433,221</u></u>

The trustees believe the fair value of the above properties at 5 April 2022 is as stated above.

10 Debtors

	2022 £	2021 £
Other debtors	32,406	9,627
	<u><u>32,406</u></u>	<u><u>9,627</u></u>

11 Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals	16,368	3,500
	<u><u>16,368</u></u>	<u><u>3,500</u></u>

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022

12 Creditors: amounts falling due after one year

	2022 £	2021 £
Other creditors	4,510,727	4,536,300
	<u>4,510,727</u>	<u>4,536,300</u>

13 Analysis of cash

	2022 £	2021 £
Cash at bank and in hand	317,738	138,081
	<u>317,738</u>	<u>138,081</u>

14 Movements in funds

	At the start of the year £	Income £	Expenditure £	Transfers £	Gains and losses £	At the end of the year £
Endowment funds	3,971,021	1,133,189	-	-	-	5,104,210
Unrestricted funds	142,661	275,539	266,140	-	-	152,060
Total funds	<u>4,113,683</u>	<u>1,408,728</u>	<u>266,140</u>	-	-	<u>5,256,270</u>

MOSTAFAVI FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022****15 Previous reporting period information****15a Detailed comparatives for the statement of financial activities**

	Unrestricted funds £	Endowment funds £	Total funds 2021 £	Total funds 2020 £
Income & endowments				
Donations and legacies	-	3,971,021	3,971,021	-
Investments	314,769	-	314,769	-
Total income	314,769	3,971,021	4,285,790	-
Expenditure				
Raising funds	143,607	-	143,607	-
Charitable activities	28,500	-	28,500	-
Total expenditure	172,107	-	172,107	-
Net income / (expenditure)	142,662	3,971,021	4,113,683	-
Transfers between funds	-	-	-	-
Net movement in funds	142,662	3,971,021	4,113,683	-
Reconciliation of funds				
Total funds brought forward	-	-	-	-
Total funds carried forward	142,662	3,971,021	4,113,683	-

MOSTAFAVI FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022****15b Analysis of expenditure of previous reporting period**

	Raising funds £	Charitable activities £	Support costs £	Governance costs £	Total 2021 £	Total 2020 £
Rent collection, property repairs and maintenance charges	143,607	-	-	-	143,607	-
Audit fees	-	-	-	3,500	3,500	-
Grants	-	25,000	-	-	25,000	-
	143,607	25,000	-	3,500	172,107	-

15c Movements in funds for the previous reporting period

	At the start of the year £	Income £	Expenditure £	Transfers £	Gains and losses £	At the end of the year £
Endowment funds	-	3,971,021	-	-	-	3,971,021
Unrestricted funds	-	314,769	172,107	-	-	142,662
Total funds	-	4,285,790	172,107	-	-	4,113,683

MOSTAFAVI FOUNDATION

England & Wales - Charity number 1188787

Accounts

Charity number: 1188787

**MOSTAFAVI FOUNDATION
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FINANCIAL YEAR TO 5 APRIL 2021**

MOSTAFAVI FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS FINANCIAL YEAR TO 5 APRIL 2021

Trustees	Seyed Mahmoud Mostafavi Majid Mostafavi
Registered charity number	1188787
Principal office	3 Castleacre 15 Hyde Park Crescent London W2 2PT
Independent auditor	First Assurance Services Limited Chartered Accountants & Registered Auditors 219 Kensington High Street London W8 6BD
Bankers	Lloyds Bank plc

MOSTAFAVI FOUNDATION

TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2021

The Trustees present their annual report and financial statements of the charity for the year ended 5 April 2021.

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 governing document, 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)" published in October 2019.

Objectives and activities

In accordance with the charity's governing document, the Trustees shall hold the trust fund upon trust to apply the income, and if and in so far as the Trustees shall think fit in their absolute discretion all or such part or parts of the capital, at such time or times and in such manner as the Trustees shall in their absolute discretion determine to or for the benefit of such one or more charitable purposes bodies trusts associations institutions or organisations in any part of the world as the Trustees may in their absolute discretion determine provided always that no part of the capital of the trust fund shall be so paid or applied without the unanimous consent of all the Trustees and provided further that the Trustees may in their absolute discretion during the period of 21 years from the date of this deed accumulate the whole or any part or parts of the income of the trust fund by investing the same in any investments hereby authorised and so that the accumulations so made shall be held as an accretion to the capital of the trust fund.

The Trustees have complied with the duty in Section 17 of the Charities Act 2011 and referred to the guidance contained in the Charity Commission's general guidance on Public Benefit when reviewing the Charity's aims and objectives and in planning future activities.

Grant-making policy

The Trustees have complete discretion to pay any grants which fall within the charity's objects. The Trustees hold regular meetings to discuss grants, based on applications received throughout the year. The Trustees' policy is to distribute grants based on the level of investment income they receive.

Investment policy

The Trustees have complete discretion to invest in any form of investment they think fit and have currently invested to strike a balance between capital growth and regular income to enable the charity to fulfil its charitable purposes. The Trustees review the investments at each meeting to ensure they are still appropriate.

Achievements and performance

Financial review

Donations of £3,971,021 were received in the year. Investment income of £314,769 were received in the year. The Trustees authorised the payment of donations totalling £25,000 in the year.

Going concern

The Trustees have considered whether the charity has been affected by the economic impact and restrictions that have ensued following the Coronavirus pandemic that emerged in March 2020. Having considered post year end financial results, investments and cash reserves, and after making enquiries, the Trustees have reasonable expectation that the charity has adequate resources to

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TRUSTEES' REPORT FINANCIAL YEAR TO 5 APRIL 2021

continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

Reserves policy

It is the policy of the Trustees to maintain reserves of approximately 50% of the Foundation's annual investment income. The balance on unrestricted funds at 5 April 2021 was £142,662.

Risk management

The Trustees have assessed the major risks affecting the charity under the following categories: compliance with law and regulation, external risks, financial risks, and governance risks. The risks identified by Trustees have been reviewed and systems have been established to mitigate the identified risks. The Trustees intend to continue their existing policies subsequent to the year end.

Structure, governance and management

The Mostafavi Foundation was established by a charitable trust deed dated 15 November 2019.

The Trustees who served during the year were:

Seyed Mahmoud Mostafavi
Majid Mostafavi

In accordance with the Trust Deed, during the period of their joint lives the existing Trustees shall unless they shall otherwise agree be and remain the sole Trustees hereof (such period is hereinafter referred to as "the first period"). If at any time either or both of them shall retire from the trusts or shall die thereupon their children then living (other than any child or children who shall then be a Trustee or Trustees hereof) shall be and become trustees hereof together with the surviving Trustee or Trustees.

After the first period the number of Trustees shall not be less than three. If at any time after the first period owing to retirement or death or removal or otherwise the number of Trustees shall be reduced to less than the minimum required hereby the continuing Trustees shall immediately appoint one or more Trustees to fill the vacancy so occurring and any new Trustees shall in the first instance be appointed from amongst the lineal descendants then living of the Settlor who shall be of full age.

Being family members, incoming Trustees are aware of the aims and objectives of the Foundation and the manner in which the Trustees carry out their responsibilities. New Trustees are fully inducted by the existing Trustees and will be suitably trained in respect of their responsibilities.

Statement of responsibilities of the Trustees

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & 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 income and expenditure of the charity for that period. In preparing these financial statements, the Trustees are required to:

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- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- 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 business.

The Trustees are responsible for maintaining proper accounting records which 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 charity's assets 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 the 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.

Statement as to disclosure to our auditors

In so far as the Trustees are aware:

- There is no relevant audit information of which the charity's auditors are unaware; and
- The Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees' report was approved by the Board of Trustees and signed on their behalf by:



Seyed Mahmoud Mostafavi
Trustee

31 January 2022

MOSTAFAVI FOUNDATION

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

Opinion

We have audited the financial statements of Mostafavi Foundation (the charity) for the year ended 5 April 2021 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 5 April 2021 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.
- 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 Auditor's 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 other information comprises the information included in the trustees' annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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

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INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

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

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report. We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities set out in the trustees' annual report, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report 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.

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 are set out below.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- We enquired of management, which included obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
 - Identifying, evaluating, and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected, or alleged fraud;

MOSTAFAVI FOUNDATION

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF MOSTAFAVI FOUNDATION

- The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations.
- We inspected the minutes of meetings of those charged with governance.
- We reviewed the financial statement disclosures and tested these to supporting documentation to assess compliance with applicable laws and regulations.
- We performed analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments, assessed whether the judgements made in making accounting estimates are indicative of a potential bias and tested significant transactions that are unusual or those outside the normal course of business.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available 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 Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. 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 auditor's 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's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Tahir Ahmedani B.Com FCA (Senior Statutory Auditor)
First Assurance Services Limited
Chartered Accountants & Registered Auditors
219 Kensington High Street
London W8 6BD

3 February 2022

MOSTAFAVI FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 5 APRIL 2021

	Note	Unrestricted funds £	Endowment funds £	Total funds 2021 £	Total funds 2020 £
Income & endowments					
Donations and legacies	2	-	3,971,021	3,971,021	-
Investments	3	314,769	-	314,769	-
Total income		314,769	3,971,021	4,285,790	-
Expenditure					
Raising funds		143,607	-	143,607	-
Charitable activities		28,500	-	28,500	-
Total expenditure	4	172,107	-	172,107	-
Net income / (expenditure)		142,662	3,971,021	4,113,683	-
Transfers between funds		-	-	-	-
Net movement in funds		142,662	3,971,021	4,113,683	-
Reconciliation of funds					
Total funds brought forward		-	-	-	-
Total funds carried forward		142,662	3,971,021	4,113,683	-

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived entirely from the continuing activities of the Foundation.

MOSTAFAVI FOUNDATION

BALANCE SHEET AS AT 5 APRIL 2021

	Note	2021 £	2020 £
Fixed assets			
Investments	9	8,505,775	-
Current assets			
Cash at bank & in hand		138,081	-
Debtors	10	<u>9,627</u>	<u>-</u>
		147,708	-
Creditors: amounts falling due within one year	11	<u>3,500</u>	<u>-</u>
Net current assets		<u>144,208</u>	<u>-</u>
Total assets less current liabilities		8,649,983	-
Creditors: amounts falling due after one year	12	4,536,300	-
Total net assets		<u>4,113,683</u>	<u>-</u>
Funds of the charity			
Endowment Funds		3,971,021	-
Unrestricted Funds		142,662	-
Total charity funds		<u>4,113,683</u>	<u>-</u>

The financial statements were approved by the Trustees on 31 January 2022 and were signed on their behalf by:



Seyed Mahmoud Mostafavi
Trustee

1 Accounting policies

a) Basis of preparation

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") 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.

b) 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.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably.

d) Donations of gifts, services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item or received the service, any conditions associated with the donation have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

On receipt, donated gifts, professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

Endowment funds are subject to specific conditions by donors that the capital must be maintained by Mostafavi Foundation.

g) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise of trading costs and the costs incurred by the charity in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

All expenditure is inclusive of irrecoverable VAT.

h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance and governance costs which support the Trust's charitable activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities.

i) Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the statement of financial activities.

j) Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income for the year. Transaction costs are expensed as incurred.

k) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

l) Cash at bank and in hand

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

m) Creditors and provisions

Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

n) Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2 Income from donations

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £	Total Funds 2020 £
Donations	-	3,971,021	3,971,021	-
	-	3,971,021	3,971,021	-

3 Income from investments

	Unrestricted Funds £	Endowment Funds £	Total Funds 2021 £	Total Funds 2020 £
Rental income	314,769	-	314,769	-
	314,769	-	314,769	-

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

4 Analysis of expenditure

	Raising funds £	Charitable activities £	Support costs £	Governance costs £	Total 2021 £	Total 2020 £
Rent collection, property repairs and maintenance charges	143,607	-	-	-	143,607	-
Audit fees	-	-	-	3,500	3,500	-
Grants	-	25,000	-	-	25,000	-
	143,607	25,000	-	3,500	172,107	-

All of the expenditure was unrestricted.

5 Grantmaking

The Trustees have exercised their right under section 132 of the Charities Act 2011.

6 Analysis of governance costs

	2021 £	2020 £
Auditors' remuneration - audit fees	3,500	-
	3,500	-

7 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

No remuneration was paid to the Trustees for their services to the Foundation.

The charity trustees were not paid or received any other benefits from employment with the charity in the year neither were they reimbursed expenses during the year. No charity trustee received payment for professional or other services supplied to the charity.

There were no employees during the year.

MOSTAFAVI FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

8 Taxation

The charity is exempt from tax as all its income is charitable and is applied for charitable purposes.

9 Investments

	Investment properties £
Cost / Valuation	
At the start of the year	-
Additions	8,505,775
Revaluations	-
Disposals	-
At end of the year	<u><u>8,505,775</u></u>

The trustees believe the fair value of the above properties at 5 April 2021 is as stated above.

10 Debtors

	2021 £	2020 £
Other debtors	9,627	-
	<u><u>9,627</u></u>	<u><u>-</u></u>

11 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals	3,500	-
	<u><u>3,500</u></u>	<u><u>-</u></u>

MOSTAFAVI FOUNDATION**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021**

12 Creditors: amounts falling due after one year

	2021	2020
	£	£
Other creditors	4,536,300	-
	4,536,300	-

13 Analysis of cash

	2021	2020
	£	£
Cash at bank and in hand	138,081	-
	138,081	-

14 Movements in funds

	At the start of the year	Income	Expenditure	Transfers	Gains and losses	At the end of the year
	£	£	£	£	£	£
Endowment funds	-	3,971,021	-	-	-	3,971,021
Unrestricted funds	-	314,769	172,107	-	-	142,662
Total funds	-	4,285,790	172,107	-	-	4,113,683