

Charity registration number 255354

THE INAYATIYYA UK
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2022

THE INAYATIYYA UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Pir Zia Inayat Khan
Nigel Hamilton
Sarida Brown
Aziz Dikeulias
Noor-Un-Nisa Paula Jacobs
Michael Kenton

Charity number

255354

Independent examiner

Leonard Gold Chartered Accountants
24 Landport Terrace
Portsmouth
Hampshire
England
PO1 2RG

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TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MAY 2022

The trustees present their annual report and financial statements for the year ended 31 May 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 Constitution, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The Charity has been established for the advancement of religion through

- 1) the study of comparative religion from a standpoint unbiased by any particular dogma or creed;
- 2) the organisation and publication of research into the learning of the esoteric and mystical schools attached to the world religions, including that of the Sufis;
- 3) the establishment of mutual tolerance, understanding and co-operation between the religions of the world.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

More than a year has passed since our entire offering was moved online, and our Order continues to host classes, retreats and workshops on Zoom. This has allowed for different demographics to join us from all over the globe, making our meetings diverse and well attended. This new terrain has also been fertile ground for collaborations across the UK and EU, with teachers from various groups hosting a variety of classes and retreats online which would have been difficult to host otherwise.

As the Covid-19 situation improves, the London Sufi Centre is also preparing to re-open, allowing for a mixed format where classes will be hosted both online and at Beauchamp Lodge, in line with any government safety guidelines.

Universal Services, Zira'at Lodges, Healing Circles and more recently a Knighthood retreat continue to be offered online, and the Leaders training has taken on a new form thanks to the inspiring efforts of Noor-un-Nisa Jacobs, supported by Tajalli Gruber and others.

As usual, the secretariat in London disseminates information on the charity and its activities via regular e-mailings, the website and via our Facebook, Instagram and new Vimeo channels. Monday evening talks and retreats at the London Centre are recorded and made available for download via the website.

Finally, when planning our activities for the year, the Sufi Order UK have considered the Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

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TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

Financial review

At 31 May 2022 the charity had £19,672 in general unrestricted funds, a decrease on the previous end of year balance of £5,888. Although the Inayatiyya UK bounced back rather well from the pandemic in terms of online activities, there has been a general sense of fatigue and burnout amongst those whose retreats and activities would usually generate a lot of income, which meant that our charity has had to use a lot of our reserves to stay afloat. Despite many new people having joined our activities, there has also been a general attitude of cautiousness around money and not many donations have been made towards our online classes, which has left us quite strained. We stay hopeful that the situation will change with some new initiatives being put in place.

Reserves policy

The purpose of the Sufi Order (UK)'s reserves policy is to ensure that it is able to meet its contractual obligations and to finance new initiatives of the charity. The Trustees believe it is necessary to ensure a sufficient reserve to cover any losses incurred through the running of the retreats. The Trustees review the level of the reserves annually.

Investment policy and objectives

These are governed by the Constitution which permits the funds to be invested in or upon such investments as may be thought fit.

Structure, governance and management

Sufi Order (U.K.) was formed by a constitution, dated 15th February 1968, as amended 25th November 1994.

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

Pir Zia Inayat Khan

Nigel Hamilton

Sarida Brown

Aziz Dikeulias

Noor-Un-Nisa Paula Jacobs

Michael Kenton

Recruitment and appointment of new trustees

Trustees are appointed by agreement of the management committee. The day to day running of the charity has been delegated to Viviana Esse in this part-time post since 2018, with the occasional assistance of volunteers. Stephan Dille continues to be Treasurer as per his appointment at the 2017 AGM.

All expenditure and decisions on major items and activities require trustee approval. In considering a prospective new trustee the management committee takes into account their knowledge of the Sufi Order (U.K.)'s work, their contribution to that work; whether their membership would improve the representation of London vs the rest of the UK and whether it would improve the balance of male/female trustees.

Organisational structure

The Board of Trustees meets annually to review the finances and activities of the previous year. Motions, proposals and changes are voted on by the Board. Members of the Board are responsible for running the classes, retreats and seminars.

Risk management

The major risks to which the charity is exposed, as identified by the trustees, have been reviewed and systems have been established to mitigate those risks.

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MAY 2022

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

.....
Nigel Hamilton

Trustee

Dated: *N. Hamilton*

20.3.23

THE INAYATIYYA UK

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE INAYATIYYA UK

I report to the trustees on my examination of the financial statements of The Inayatiyya UK (the charity) for the year ended 31 May 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

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

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



Mrs J D Watts FCCA, ACA
Leonard Gold Chartered Accountants
24 Landport Terrace
Portsmouth
Hampshire
PO1 2RG
England

Dated: 23 March 2023

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STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MAY 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total Unrestricted funds 2022 £	2021 £
Income from:					
Donations and legacies	2	12,366	1,510	13,876	16,759
Charitable activities	3	29,890	349	30,239	9,822
Investments	4	1	-	1	70
Total Income		42,257	1,859	44,116	26,651
Expenditure on:					
Charitable activities	5	47,888	3,713	51,601	27,577
Other	9	257	27	284	357
Total expenditure		48,145	3,740	51,885	27,934
Net outgoing resources before transfers		(5,888)	(1,881)	(7,769)	(1,283)
Gross transfers between funds		-	9,435	9,435	-
Net (expenditure)/income for the year/					
Net movement in funds		(5,888)	7,554	1,666	(1,283)
Fund balances at 1 June 2021		25,560	-	25,560	26,843
Fund balances at 31 May 2022		19,672	7,554	27,226	25,560

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BALANCE SHEET

AS AT 31 MAY 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		1,160		219
Current assets					
Debtors	11	11,574		11,025	
Cash at bank and in hand		19,045		17,654	
		<u>30,619</u>		<u>28,679</u>	
Creditors: amounts falling due within one year	12	<u>(4,553)</u>		<u>(3,338)</u>	
Net current assets			26,066		25,341
Total assets less current liabilities			<u>27,226</u>		<u>25,560</u>
Income funds					
Inayatiyya Healing Order UK		<u>7,554</u>		<u>-</u>	
	13		7,554		-
Unrestricted funds			<u>19,672</u>		<u>25,560</u>
			<u>27,226</u>		<u>25,560</u>

The financial statements were approved by the Trustees on20.3.23

.....*Nigel Hamilton*
 Nigel Hamilton
 Trustee

THE INAYATIYYA UK

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2022

1 Accounting policies

1.1 Accounting convention

The financial statements of the charity, which is a public benefit entity under FRS102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

1.2 Going concern

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

1.3 Fund accounting

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

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

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

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

THE INAYATIYYA UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

1 Accounting policies

(Continued)

Expenditure

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

1.5 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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

Furniture and equipment	20% on cost
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1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Financial Instruments

Debtors

Short term debtors are measured at transaction price (which is usually the retail or invoice price), less any impairment losses for bad and doubtful debts.

Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad or doubtful debts.

Creditors

Short term creditors are measured at transaction price (which is usually the invoice price).

Loans and other financial liabilities are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

1.8 Taxation

The charity is exempt from tax on its charitable activities.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2022

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2022 £	2022 £	2022 £	2021 £
Collections & donations	11,801	325	12,126	14,650
Gift Aid	565	-	565	2,109
Membership fees	-	1,185	1,185	-
	<u>12,366</u>	<u>1,510</u>	<u>13,876</u>	<u>16,759</u>

3 Charitable activities

	Advanceme nt of religion 2022 £	Advanceme nt of religion 2021 £
Books and tapes	-	128
Services provided under contract	349	-
Seminars and retreats	29,890	9,694
	<u>30,239</u>	<u>9,822</u>
Analysis by fund		
Unrestricted funds	29,890	9,822
Restricted funds	349	-
	<u>30,239</u>	<u>9,822</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	<u>1</u>	<u>70</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2022

5 Charitable activities

	Charitable Expenditure 2022 £	Charitable Expenditure 2021 £
Purchase of books and tapes	-	191
Seminar and event costs	19,845	420
Universal worship	371	-
Freelance staff	3,335	11
Website design	18	580
Subscriptions	386	202
	<u>23,955</u>	<u>1,404</u>
Share of support costs (see note 6)	26,225	24,461
Share of governance costs (see note 6)	1,421	1,712
	<u>51,601</u>	<u>27,577</u>
Analysis by fund		
Unrestricted funds	47,888	27,577
Restricted funds	3,713	-
	<u>51,601</u>	<u>27,577</u>

6 Support costs

	Support costs £	Governance costs £	2022 Support costs £	Governance costs £	2021 £
Administrator's Fee	17,200	-	17,200	16,050	16,050
Rent	6,500	-	6,500	6,500	6,500
Insurance	1,191	-	1,191	1,084	1,084
Telephone and postage	1,334	-	1,334	827	827
Accountancy and bookkeeping	-	1,421	1,421	-	1,712
	<u>26,225</u>	<u>1,421</u>	<u>27,646</u>	<u>24,461</u>	<u>26,173</u>
Analysed between Charitable activities	<u>26,225</u>	<u>1,421</u>	<u>27,646</u>	<u>24,461</u>	<u>26,173</u>

The amount payable to the Independent Examiner in respect of their external scrutiny is £1,457 in 2022 (2021: £1,398).

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2022

7 Trustees

In 2022 £5,147 was paid to Pir Zia Inayat-Khan in respect of fees and expenses relating to the November 2021 seminar (in 2021 £0).

Rent for the year of £6,500 (2021: £6,500) was paid to the Centre for Counselling & Psychotherapy Education (CCPE). Nigel Hamilton, a trustee of the Sufi Order (UK) is also a director of this company.

8 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

9 Other

	Unrestricted funds	Restricted funds	Total £	Unrestricted funds
	2022	2022	2022	2021
Financing costs	208	27	235	147
Other expenditure	49	-	49	210
	257	27	284	357

10 Tangible fixed assets

	Furniture and equipment £
Cost	
At 1 June 2021	16,711
Additions	990
At 31 May 2022	17,701
Depreciation and impairment	
At 1 June 2021	16,492
Depreciation charged in the year	49
At 31 May 2022	16,541
Carrying amount	
At 31 May 2022	1,160
At 31 May 2021	219

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MAY 2022

11 Debtors		2022	2021
		£	£
Amounts falling due within one year:			
Prepayments and accrued income		11,574	11,025
		<u> </u>	<u> </u>
12 Creditors: amounts falling due within one year		2022	2021
		£	£
Other creditors		541	-
Accruals and deferred income		4,012	3,338
		<u> </u>	<u> </u>
		<u>4,553</u>	<u>3,338</u>
13 Restricted funds			

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

	Movement in funds		Movement in funds			
	Incoming resources	Balance at 1 June 2021	Incoming resources	Resources expended	Transfers	Balance at 31 May 2022
	£	£	£	£	£	£
Inayatiyya Healing Order	-	-	2,259	(4,140)	9,435	7,554
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Inayatiyya Healing Order UK

The Inayatiyya Healing Order UK works closely with Inayatiyya UK and together they work towards the same objectives. They are merging with Inayatiyya UK as from 1 June 2021 and their income and expenditure is shown within the restrictive income and reserves column as the income raised by the trustees under the banner of Inayatiyya Healing Order UK are not for the general unrestricted use of Inayatiyya UK.

The transfer to the restricted fund relates to the opening balances held by Inayatiyya Healing Order UK on their first integration with Inayatiyya UK on 1 June 2021.

14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2022	2022	2022	2021
	£	£	£	£
Fund balances at 31 May 2022 are represented by:				
Tangible assets	1,160	-	1,160	219
Current assets/(liabilities)	18,512	7,554	26,066	25,341
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>19,672</u>	<u>7,554</u>	<u>27,226</u>	<u>25,560</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) *FOR THE YEAR ENDED 31 MAY 2022*

15 Related party transactions

Related party transactions have been shown in note 7.