THE MEDWAY TOWNS GURUDWARA SABHA LIMITED

England & Wales · Charity number 259740

Details

Other names	THE MEDWAY TOWNS GURUDAWARA SABHA LIMITED, THE MEDWAY TOWNS GURUDWARA SABHA LIMITED
Status	Registered
Legal form	Charitable company
Company number	00894740
Registered	1970-09-22
Register	View on the Charity Commission register

Contact

Address	Medways Town Gurdwara Sabah 1-5 Lankester Parker Road Rochester Kent ME1 3QU
Phone	01634270392

Activities

Objects: TO PROMOTE THE SIKH RELIGION.

Activities: PROMOTE SIKHISM

Classification

- **How:** Other Charitable Activities
- **What:** Religious Activities
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** NOT DEFINED IN PRACTICE MEDWAY TOWNS
- Medway

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Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£0	£396,943	£0	4
2023-12-31	£459,647	£350,076	-	-
2022-12-31	£343,743	£241,494	-	-
2021-12-31	£231,017	£287,702	-	-
2020-12-31	£163,382	£240,815	-	-

Trustees

Name	Role	Appointed
PYARA SINGH	Chair	2012-07-31
AVTAR SINGH		2016-04-14
AVTAR SINGH		
BALBIR SINGH DHUDWAR		
BALBIR SINGH GHATTAORA		2016-04-14
Gurjit Singh Chagger		2024-04-14
HARPAL SINGH		2016-04-14
JOGA SINGH MAHAL		2016-04-14
Jasbir Kaur Thind		2024-04-14
KARNAIL SINGH DHILLON		
MOTA SINGH SHOKAR		
PALWINDER KAUR CHAKKAR		2016-04-14
Piara Singh Dehl		2024-04-14
SOHAN SINGH		2016-04-14
SURINDERPAL SINGH SANDHU		
Shangara Singh Pataria		2024-04-14
Sukhdev Singh Sahota		2024-04-14

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THE MEDWAY TOWNS GURUDWARA SABHA LIMITED

England & Wales - Charity number 259740

Accounts

Company registration number 00894740 (England and Wales)

Charity registration number 259740 (England and Wales)

MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 DECEMBER 2024

MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G S Chaggar	(Appointed 22 July 2024)
	Mrs P K Chakkar	(Appointed 10 December 2025)
	Mr P S Dehl	(Appointed 22 July 2024)
	Mr B S Dhudwar	
	Mr B S Ghattaora	(Appointed 22 July 2024)
	Mr A S Kooner	
	Mr S S Sahota	(Appointed 22 July 2024)
	Mr S S Sandhu	
	Mr M S Shokar	
	Mr A Singh	(Appointed 22 July 2024)
	Mr P Singh	
	Mrs J K Thind	(Appointed 22 July 2024)
Secretary	Mr G S Chaggar	
Country of incorporation	United Kingdom (England and Wales)	00894740
Charity registration	England and Wales	259740
Registered office	1-5 Lankester Parker Road Rochester Kent ME1 3QU	
Auditor	Samuels LLP 3 Locks Yard High Street Sevenoaks Kent TN13 1LT	

MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

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MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

CHARITY REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 DECEMBER 2024

The trustees present their annual report and financial statements for the year ended 30 December 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 Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)".

Objectives and activities
The principal activity and objective of the charity is the promotion of the Sikh religion and social and cultural interest of its members and their families.

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

Volunteers
Reliance on volunteers and members.
The Board of Trustees acknowledges that its objectives depends on volunteers and members of the Sabha who are available to provide support and assistance in the furtherance of its objectives. The Trustees wishes to express its thanks to them and to all the organisations which provide it with its financial support and services in achieving its objectives.

Achievements and performance
Significant activities and achievements against objectives
New Temple
Purchase of the premises to be used as a temple, was completed during 2008. The initial cost of the premises was £1,650,000 and was funded by an initial secured loan of £1,320,000 and donations received by the Charity. The initial loan has been repaid and further replacement loan granted for £1,942,000. During the year, repayments of £152,993(2023 £148,080) have been made against this loan and £800,075 (2023 £867,158) remains outstanding.

Financial review
Traditionally the Charity relies primarily upon donations for its income.

A surplus of £172,091 (2023 £152,261) was recorded in the year ended 31st December 2024 which increased accumulated funds as at 31st December 2024 to £3,212,730 (2023 £3,040,639).

Expenditure decreased slightly by £8,718 to £314,780 (2023 £323,498).

Income also increased by £11,111 to £486,871 (2023 £475,760).

Donations to other charities during the year were:

Guru Nanak Gurdwara Camberley	£2,500
Aeromet	£1,002
Pinglawara Charity Donation	£ 701
Cancer Research	£ 200
Race for Life	£ 20

Reserves policy
It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Investment policy
The Charity continually reviews its cash position and deposits surplus funds in interest deposit accounts.

Plans for future periods
The Charity looks forward to remain fully operational throughout 2025 and will be open for wedding bookings.

Structure, governance and management
The charity is controlled by its governing document, a deed of trust and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Medway Towns Gurudwara Sabha Limited is a company limited by guarantee and a registered charity (no. 259740). It is governed by its Memorandum and Articles of Associations and The Working Constitutions of the Sabha (meaning congregation). The Members of the Council of Management constitute Members of the Sabha and are appointed to serve as Directors.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr G S Chaggar	(Appointed 22 July 2024)
Mrs P K Chakkar	(Appointed 10 December 2025)
Mr P S Dehl - President	(Appointed 22 July 2024)
Mr B S Dhudwar	
Mr B S Ghattaora	(Appointed 22 July 2024)
Mr A S Kooner - Treasurer	
Mr S S Sahota	(Appointed 22 July 2024)
Mr S S Sandhu – General Secretary	
Mr M S Shokar	
Mr A Singh	(Appointed 22 July 2024)
Mr P Singh	
Mrs J K Thind	(Appointed 22 July 2024)
Mr K S Dhillion	(Resigned 17 November 2025)
Mr R B Kaur	(Resigned 17 November 2025)
Mr S S Pataria	(Appointed 22 July 2024 and resigned 17 November 2025)

Recruitment and appointment of trustees
The outgoing Management Committee nominate or appoint an Election Board prior to the election.

The Election Board consists of five members of the Management Committee to oversee the procedure and fairness of the election of the incoming Management Committee.

Election and Composition

- The Management Committee are elected for 2-year term as per the voting procedure.
- Vacancies in the Management Committee may be filled during term time.
- Members over the age of eighteen years are eligible for casting the vote. All or any members of the previous council shall be eligible for re-election.
- The Council of Management consists of twenty-four members, plus the Chairperson.
- There are eight members, (minimum of two female members), from each of the following areas:
  - Strood and surrounding rural suburbs
  - Rochester and surrounding rural suburbs
  - Chatham, Walderslade, Lordswood and rural suburbs
- One member will be nominated by the President from any area of catchments.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Statement of charity responsibilities
The trustees, who are also the directors of Medway Towns Gurudawara Sabha Limited (The) for the purpose of company law, are responsible for preparing the Charity Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor
In accordance with the company's articles, a resolution proposing that Samuels LLP be reappointed as auditor of the company will be put at a General Meeting.

Statement of disclosure to auditor
Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The charity report was approved by the Board of Trustees.

P S Dehl
.....
Mr P S Dehl

Date: 29/6/2026

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

Opinion

We have audited the financial statements of Medway Towns Gurudawara Sabha Limited (The) (the 'charity') for the year ended 30 December 2024 which comprise the statement of financial activities, the 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 Financial Reporting Standard 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 charitable company's affairs as at 30 December 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 charity 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 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 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 performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the statement of charity responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. 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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity;
- we identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit;
- we made enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- we considered the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations;
- we performed analytical procedures to identify any unusual or unexpected relationships;
- we assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- we investigated the rationale behind significant or unusual transactions.
- we agreed financial statement disclosures to underlying supporting documentation;
- we read the minutes of meetings of those charged with governance;
- we made enquiries of management as to actual and potential litigation and claims;

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: https://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 Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mr Sumail Narula (Senior Statutory Auditor)
For and on behalf of Samuels LLP, Statutory Auditor
Chartered Accountants
3 Locks Yard
High Street
Sevenoaks
Kent
TN13 1LT
Date: 25th April 2024

Samuels LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 DECEMBER 2024

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £
Income from:					
Donations and legacies	3	479,879	5,000	484,879	475,571
Investments	4	1,992	-	1,992	189
Total income		481,871	5,000	486,871	475,760
Expenditure on:					
Charitable activities	5	253,870	-	253,870	258,616
Other expenditure	9	60,910	-	60,910	64,882
Total expenditure		314,780	-	314,780	323,498
Net income and movement in funds		167,091	5,000	172,091	152,262
Reconciliation of funds:					
Fund balances at 1 January 2024		3,040,639	-	3,040,639	2,888,377
Fund balances at 30 December 2024		3,207,730	5,000	3,212,730	3,040,639

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

MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

BALANCE SHEET

AS AT 30 DECEMBER 2024

	Notes	2024 £	£	2023 £	£
Fixed assets					
Tangible assets	11		3,700,279		3,735,791
Current assets					
Debtors	12	46,772		84,525	
Cash at bank and in hand		276,890		140,410	
		323,662		224,935	
Creditors: amounts falling due within one year	14	(103,216)		(114,607)	
Net current assets			220,446		110,328
Total assets less current liabilities			3,920,725		3,846,119
Creditors: amounts falling due after more than one year	15		(707,995)		(805,480)
Net assets			3,212,730		3,040,639
The funds of the charity					
Restricted income funds	17		5,000		-
Unrestricted funds	18		3,207,730		3,040,639
			3,212,730		3,040,639

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 December 2024.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the trustees on .....

P S Dehl

.....

Mr P S Dehl

A S Kooner

.....

Mr A S Kooner

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 DECEMBER 2024

1 Accounting policies

Charity information

Medway Towns Gurudawara Sabha Limited (The) is a private company limited by guarantee incorporated in England and Wales. The registered office is 1-5 Lankester Parker Road, Rochester, Kent, ME1 3QU.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a statement of cash flows.

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 £.

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

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

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

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.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1 Accounting policies (Continued)

1.5 Expenditure

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.

1.6 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:

Freehold land and buildings	1% reducing Balance
Plant and equipment	25% reducing balance
Fixtures and fittings	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 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.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

1 Accounting policies **(Continued)**

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Taxation

The charity is exempt from Corporation Tax on its charitable activities.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Donations and gifts	479,879	-	479,879	475,571	-	475,571
Grants	-	5,000	5,000	-	-	-
	479,879	5,000	484,879	475,571	-	475,571

4 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	1,992	189

5 Expenditure on charitable activities

	Charitable Activities 2024 £	Depreciation 2024 £	Support Costs 2024 £	Total 2024 £	Charitable Activities 2023 £	Depreciation 2023 £	Support Costs 2023 £	Total 2023 £
Staff costs	-	-	82,030	82,030	-	-	78,907	78,907
Depreciation and impairment	-	43,262	-	43,262	-	42,959	-	42,959
Food Purchases	28,113	-	-	28,113	34,235	-	-	34,235
Motor Transport	2,116	-	-	2,116	2,042	-	-	2,042
Skips and Waste	4,933	-	-	4,933	3,794	-	-	3,794
Donations to Institutions	4,423	-	-	4,423	9,072	-	-	9,072
Donations to Individuals	-	-	-	-	100	-	-	100
Rates and Water	5,497	-	-	5,497	4,178	-	-	4,178
Telephone	1,156	-	-	1,156	1,138	-	-	1,138
Postage and Stationery	3,325	-	-	3,325	2,150	-	-	2,150
Fire and Safety	(125)	-	-	(125)	1,719	-	-	1,719
Bank and Credit Card Charges	-	-	-	-	1,176	-	-	1,176
Insurance	5,283	-	-	5,283	3,297	-	-	3,297
Light and heat	31,257	-	-	31,257	44,384	-	-	44,384
Sundries	267	-	-	267	2,893	-	-	2,893
Construction, Repairs and Maintenance	30,535	-	-	30,535	7,192	-	-	7,192
Legal Costs	3,398	-	-	3,398	15,880	-	-	15,880
Auditors' Remuneration	8,400	-	-	8,400	3,500	-	-	3,500
	128,578	43,262	82,030	253,870	136,750	42,959	78,907	258,616
Analysis by fund								
Unrestricted funds	128,578	43,262	82,030	253,870	136,750	42,959	78,907	258,616

6 Net movement in funds

	2024 £	2023 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	-	-
Depreciation of owned tangible fixed assets	43,262	42,959
Loss on disposal of tangible fixed assets	-	162

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
	4	4

Employment costs	2024 £	2023 £
Wages and salaries	79,916	76,727
Social security costs	670	5,616
Other pension costs	1,444	1,478
	82,030	83,821

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

Remuneration of key management personnel
The remuneration of key management personnel was as follows:

9 Other expenditure

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Net loss on disposal of tangible fixed assets	-	162
Financing costs	60,910	64,720
	60,910	64,882

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

11 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 January 2024	4,188,025	-	135,824	4,323,849
Additions	-	7,751	-	7,751
At 30 December 2024	4,188,025	7,751	135,824	4,331,600
Depreciation and impairment				
At 1 January 2024	468,759	-	119,300	588,059
Depreciation charged in the year	37,193	1,938	4,131	43,262
At 30 December 2024	505,952	1,938	123,431	631,321
Carrying amount				
At 30 December 2024	3,682,073	5,813	12,393	3,700,279
At 31 December 2023	3,719,266	-	16,525	3,735,791

12 Debtors

	2024	2023
Amounts falling due within one year:	£	£
Trade debtors	(1)	(1)
Prepayments and accrued income	46,773	84,526
	46,772	84,525

13 Loans and overdrafts

	2024	2023
	£	£
Bank loans	800,078	892,159
Payable within one year	92,083	86,679
Payable after one year	707,995	805,480

13 Loans and overdrafts (Continued)

Secured loans were taken to assist with the purchase and construction of a new premises in 2011. The loans are secured by a mortgage debenture over all the charity's freehold property and assets.

The following legal charges exist over the assets of the company in favour of the charity's bankers:

A 'First Charge Over' the Medway Towns Gurudwara Sabha Limited Lankester Parter Road (1-5 Lankester Parker Road) Rochester.

An 'Debenture' from Medway Towns Gurudawara Sabha Limited (The).

Interest is charges on the various tranches of the loan, with various repayment terms, ranging between 4% and 6%.

14 Creditors: amounts falling due within one year

	Notes	2024 £	2023 £
Bank loans	13	92,083	86,679
Other taxation and social security		577	5,673
Trade creditors		2,373	2,920
Other creditors		(217)	-
Accruals and deferred income		8,400	19,335
		103,216	114,607

15 Creditors: amounts falling due after more than one year

	Notes	2024 £	2023 £
Bank loans	13	707,995	805,480

16 Retirement benefit schemes

	2024 £	2023 £
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	1,444	1,478

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

17 Restricted funds

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

	At 1 January 2024	Incoming resources	At 30 December 2024
	£	£	£
Yoga Grant	-	5,000	5,000

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2024	Incoming resources	Resources expended	At 30 December 2024
	£	£	£	£
General funds	3,040,639	481,871	(314,780)	3,207,730

Previous year:	At 1 January 2023	Incoming resources	Resources expended	At 31 December 2023
	£	£	£	£
General funds	2,888,377	475,760	(323,498)	3,040,639

19 Analysis of net assets between funds

	Unrestricted funds 2024	Restricted funds 2024	Total 2024
	£	£	£
At 30 December 2024:			
Tangible assets	3,700,279	-	3,700,279
Current assets/(liabilities)	215,446	5,000	220,446
Long term liabilities	(707,995)	-	(707,995)
	3,207,730	5,000	3,212,730

19 Analysis of net assets between funds (Continued)

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 December 2023:			
Tangible assets	3,735,791	-	3,735,791
Current assets/(liabilities)	110,328	-	110,328
Long term liabilities	(805,480)	-	(805,480)
	3,040,639	-	3,040,639

20 Related party transactions

There were no disclosable related party transactions during the year (2023 - none).

MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

DETAILED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 DECEMBER 2024

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	393,991	390,879
Gift Aid	85,888	83,191
Grant income	5,000	-
Donated services and facilities	-	1,500
	484,879	475,570
Investment income		
Deposit account interest	624	45
Other interest receivable	1,368	144
	1,992	189
EXPENDITURE		
Charitable activities		
Food Purchases	28,113	34,234
Motor transport	2,116	2,042
Skips and Waste	4,933	3,794
Donations to institutions	4,423	9,072
Donations to Individuals	-	100
Rates and Water	5,497	4,178
Telephone	1,156	1,138
Postage and Stationery	3,325	2,150
Fire and Safety	(125)	1,719
Bank and Credit Card Charges	-	1,176
Insurance	5,283	3,297
Light and Heat	31,257	44,384
Sundries	267	2,893
Construction, Repairs and Maintenance	30,535	7,192
Legal Costs	3,398	15,880
Accountancy and Legal Fees	-	1,500
Auditors' Remuneration	8,400	2,000
	128,578	136,749
Support Costs		
Wages	79,916	76,727
Social Security	670	702
Pensions	1,444	1,478
	82,030	78,907
Depreciation		
Freehold property	37,193	37,568
Fixtures and Fittings	4,131	5,391
Plant and Machinery	1,938	-
	43,262	42,959
Other Costs		
Loss on sale of tangible fixed asset	-	162
Bank Loan Interest	60,910	64,720
	60,910	64,882
Total Resources Expended	314,780	323,497

MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

DETAILED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30 DECEMBER 2024

Surplus/(Deficit) for the year	172,091	152,262

THE MEDWAY TOWNS GURUDWARA SABHA LIMITED

England & Wales - Charity number 259740

Accounts

REGISTERED COMPANY NUMBER: 00894740 (England and Wales)
REGISTERED CHARITY NUMBER: 259740

Report of the Trustees and

Financial Statements for the Year Ended 31 December 2023

for

Medway Towns Gurudawara Sabha Limited(The)

A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

Medway Towns Gurudawara Sabha Limited(The)

Contents of the Financial Statements
for the Year Ended 31 December 2023

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Balance Sheet	9 to 10
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Report of the Trustees
for the Year Ended 31 December 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal activity and objective of the company is the promotion of the Sikh Religion and social and cultural interests of its members and their families.

Volunteers

Reliance on volunteers and members

The Board of Directors acknowledges that its objectives depends on volunteers and members of the Sabha who are available to provide support and assistance in the furtherance of its objectives. The Directors wishes to express its thanks to them and to all the organisations which provide it with its financial support and services in achieving its objectives.

Presentation of the financial statements

The financial statements are presented in the form required by the; Charities SORP (FRS102) 'Accounting and Reporting by Charities Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales', (effective 1 January 2015). As permitted by the Companies Act 2006, the company has adjusted the format of the financial statements to include headings relevant to its activities in order to enable it to show a true and fair view

ACHIEVEMENT AND PERFORMANCE

Charitable activities

New Temple

Purchase of the premises to be used as a temple, was completed during 2008. The initial cost of the premises was £1,650,000 and was funded by an initial secured loan of £1,320,000 and donations received by the company. The initial loan has been repaid and further replacement loan granted for £1,942,000. During the year repayments of £148,080 (2022 £130,994) have been made against this loan and £867,158 (2022 £945,875) remains outstanding.

FINANCIAL REVIEW

Principal funding sources

Traditionally the charity relies primarily upon donations for its income.

Investment policy and objectives

The company continually reviews its cash position and deposits surplus funds in interest earning deposit accounts.

FINANCIAL REVIEW

Results

A surplus of £152,261 (2022: £145,832) was recorded in the year ended 31 December 2023 which increased accumulated funds at 31 December 2023 to £3,040,638 (2022: £2,888,377).

Expenditure increased during the year by £86,917, to £328,411 (2022 £241,494), in part due interest on loans paid during 2023 at full rates, (whereas some interest holidays were taken in the earlier part of 2022, following on from Covid). The charity also experienced an in crease in utilities during the year & additional legal costs were incurred in respect of legal matters that initial arose in 2022.

Income also increased by £93,346 to £480,672 (2022: £387,36) .

£50,000 was repaid during the year in respect of the remainder of the interest free loans provided by some trustees in earlier years.

Donations to other charities during the year were:
£ 501 Aeromet
£3,000 Khalsa Aid Flood Appeal
£1,500 Khalsa Aid UK Earthquake Appeal
£3,500.0 0Macmillan Cancer Support

FUTURE PLANS

The charity looks forward to remain fully operational throughout 2024 & wedding bookings are now being taken on into 2025.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Medway Towns Gurudawara Sabha Limited is a company limited by guarantee and a registered charity (No.259740). It is governed by its Memorandum and Articles of Association and The Working Constitution of the Sabha (meaning congregation). The Members of the Council of Management constitute Members of the Sabha and are appointed to serve as Directors.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00894740 (England and Wales)

Registered Charity number

259740

Registered office

Medway Towns Gurudawara Sabha Ltd (The)
1 - 5 Lankester Parker Road
Rochester
Kent
ME1 3QU

Medway Towns Gurudawara Sabha
Limited(The) (Registered number: 00894740)

Report of the Trustees
for the Year Ended 31 December 2023

Trustees
Piara Singh Dehl President from 22/7/2024
Pyara Singh Kang : Vice President from 22/7/2024
Balbir Singh Dhudwar : Chairperson - Non director
Surinderpal Singh Sandhu : Assistant Gen Secretary from 22/7/2024
Avtar Singh Kooner Treasurer
Palwinder Kaur Chakkar Supporting Sevadaars
Ranjit Kaur Supporting Sevadaars
Inderjit Kaur Randhawa : H & Safety from 22/7/2024 non trustee
Rai Singh Billing Supporting Sevadaars - non trustee (resigned 22.4.24)
Jasbir Kaur Thind (appointed 22.7.24)
Sukhdev Singh Sahota (appointed 22.7.24)
Davinder Kaur (appointed 22.7.24)
Harpal Singh Sahota Education Lead - Non Director
Balbir Singh Ghattora Supporting Sevadaars from 22/7/2024
Avtar Singh Dhillon : Assistant Treasurer from 22/7/2024
Joga Singh Mahal Supporting Sevadaars - non director
Javinder Kaur Storekeeper - Non trustee
Sohan Singh Dhillon Vice President - non director
Sirjit Singh Marway Asst. & Stage Secretary - non trustee (resigned 22.4.24)
Mohinder Sing Rakkar Stage Secretary - non trustee (resigned 22.7.24)
Surjan Singh Toor Maintenance - non trustee
Mota Singh Shokar : President to 22/7/2024
Baldev Singh Powar Supporting Sevadaars - non trustee (resigned 22.7.24)
Jatinder Singh Dhillon Supporting Sevadaars - non trustee (resigned 22.7.24)
Gurjit Singh Chaggar Supporting Sevadaars - non trustee
Shangara Singh Pataria Supporting Sevadaars from 22/7/2024
Parmjot Kaur Dhadwal Supporting Sevadaars - non trustee
Johal Supporting Sevadaars - non trustee (resigned 22.7.24)
Karnail Singh Dhillion (appointed 22.7.24)

Company Secretary
Gurjit Singh Chaggar

Auditors
A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

TRUSTEES' RESPONSIBILITY STATEMENT

The names of the members of the Board are set out on page 1. A number of committee members are listed as 'non-trustee', these are co-opted members & are neither trustees, nor directors. In addition there are several members from the community who provide direct support to the activities of the Gurudawara

Directors' responsibilities

Charity Law and Company law require the Board to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and of the statement of financial activities of the company for that year. In preparing those financial statements the Board is required to:

o Select suitable accounting policies have been used and applied consistently;
o Make judgements and estimates that are reasonable and prudent;
o Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business; and
o State whether applicable accounting standards and statement of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements.

The Directors are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, A Star Accountancy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 31 October 2024 and signed on its behalf by:

Palwinder Kaur Chakkar - Trustee

Opinion
We have audited the financial statements of Medway Towns Gurudawara Sabha Limited(The) (the 'charitable company') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:
- give a true and fair view of the state of the charitable company's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information
The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Our approach was as follows:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to: The Charities Act 2011 & Charity Sorp regulations, , Companies Act 2006, Employment, Health & Safety & Pensions regulations, as these are generally recognized to have a direct effect on the determination of material amounts and disclosures in the financial statements.

We also considered safeguarding, considerations ,adequacy of insurance cover & consideration of environmental considerations, food hygiene, bribery & corruption practices, charity fund raising regulations, Gift aid declarations & claim procedures etc, as whilst these do not have a direct effect on the determination of the amounts and disclosures in the financial statements, non-compliance with which may be fundamental to the operating aspects of the organisation, or to to an entity's ability to continue its operations, or to avoid material penalties

Enquiries as to any possibility of fraud or irregularity were made of those charged with Governance.ans we corroborated our enquiries via reference via review of board minutes, review of HMRC Gift aid submissions & supporting donation pre-numbered receipts,plus a review of papers provided to us as auditors in respect of a legal matter initially arising in 2021 & settled during 2022.

We considered the risk of fraud via Management Override of Controls and in response and looked for transactions outside of the normal course of the operation.and considered and none were identified.

In particular there was a Pensions set up error in the payroll system during 22/2023 & 2023/24 tax years which caused issues with the tax calculations on earnings, pension & net pay. To resolve this & identify the necessary corrections we reconstructed a parallel payroll file for each year to establish the correct position.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

for and on behalf of A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
19 Beech Avenue
Sidcup
Kent
DA15 8NH

31 October 2024

Medway Towns Gurudawara Sabha Limited(The)

Statement of Financial Activities for the Year Ended 31 December 2023

	Notes	31.12.23 Unrestricted fund £	31.12.22 Total funds as restated £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		475,570	381,325
Investment income	2	189	51
Other income		4,914	5,950
Total		480,673	387,326
EXPENDITURE ON			
Charitable activities			
Management administration		212,081	148,306
Charitable Donations		8,651	1,702
Other		107,679	91,486
Total		328,411	241,494
NET INCOME		152,262	145,832
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported		2,844,794	2,742,545
Prior year adjustment	7	43,583	-
As restated		2,888,377	2,742,545
TOTAL FUNDS CARRIED FORWARD		3,040,639	2,888,377

The notes form part of these financial statements

Medway Towns Gurudawara Sabha
Limited(The) (Registered number: 00894740)

Balance Sheet
31 December 2023

	Notes	31.12.23 Unrestricted fund £	31.12.22 Total funds as restated £
FIXED ASSETS			
Tangible assets	8	3,735,790	3,768,868
CURRENT ASSETS			
Debtors	9	84,526	64,336
Cash at bank and in hand		140,410	102,769
		224,936	167,105
CREDITORS			
Amounts falling due within one year	10	(114,607)	(93,619)
NET CURRENT ASSETS		110,329	73,486
TOTAL ASSETS LESS CURRENT LIABILITIES		3,846,119	3,842,354
CREDITORS			
Amounts falling due after more than one year	11	(805,480)	(953,977)
NET ASSETS		3,040,639	2,888,377
FUNDS	14		
Unrestricted funds		3,040,639	2,888,377
TOTAL FUNDS		3,040,639	2,888,377

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2023.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for
(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The notes form part of these financial statements

continued...

Balance Sheet - continued
31 December 2023

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 31 October 2024 and were signed on its behalf by:

Palwinder Kaur Chakkar - Trustee

Piara Singh Dehl - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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

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.

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

Freehold property - 1% on a reducing balance basis.

Fixtures and Fittings 25% on a reducing balance basis.

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

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.

Hire purchase and leasing commitments
Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

A company vehicle was acquired on hire purchase 5th August 2014 costing £15,295 but was never capitalised & has been accounted for as an operating lease in the accounts which is a departure from SORP. This vehicle remained the property of the Lessor until an option payment was made in September 2018 at which point full title to the vehicle was effectively transferred to the charity.

Pension costs and other post-retirement benefits
The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Donated goods & services
Donated goods & or services are included in both income & expenditure at estimated valuation of the directors.

continued...

2. INVESTMENT INCOME

	31.12.23	31.12.22 as restated
	£	£
Deposit account interest	45	51
Other interest receivable	144	-
	189	51

3. NET INCOME/(EXPENDITURE)

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

	31.12.23	31.12.22 as restated
	£	£
Auditors' remuneration	2,000	2,000
Depreciation - owned assets	42,959	41,785
Hire of plant and machinery	-	726
Deficit on disposal of fixed assets	162	-

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

5. STAFF COSTS

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

	31.12.23	31.12.22 as restated
Executive director/trustees	8	8
Priests	4	4
	12	12

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

The average number of staff during the year was 12 (2022: 12) including executive directors who receive no remuneration & excluding non trustee co-opted committee members.

Payments were made to 4 priests (2022: 4) during the year.

continued...

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund as restated £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	381,325
Investment income	51
Other income	5,950
Total	387,326
EXPENDITURE ON	
Charitable activities	
Management administration	148,306
Charitable Donations	1,702
Other	91,486
Total	241,494
NET INCOME	145,832
RECONCILIATION OF FUNDS	
Total funds brought forward	2,742,545
TOTAL FUNDS CARRIED FORWARD	2,888,377

7. PRIOR YEAR ADJUSTMENT

continued...

8. TANGIBLE FIXED ASSETS

	Freehold property	Fixtures and fittings	Totals
	£	£	£
COST			
At 1 January 2023	4,188,025	126,292	4,314,317
Additions	-	10,042	10,042
Disposals	-	(510)	(510)
At 31 December 2023	4,188,025	135,824	4,323,849
DEPRECIATION			
At 1 January 2023	431,191	114,258	545,449
Charge for year	37,568	5,391	42,959
Eliminated on disposal	-	(349)	(349)
At 31 December 2023	468,759	119,300	588,059
NET BOOK VALUE			
At 31 December 2023	3,719,266	16,524	3,735,790
At 31 December 2022	3,756,834	12,034	3,768,868

A minibus acquired at a cost of £15295 in 2014 under an HP agreement which ended in September 2018 when full title to the vehicle was passed to the charity by way of a final option payment. However, the vehicle has never been capitalised in the company's financial statements which is a departure from SORP. The vehicle currently remains in use.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.23	31.12.22 as restated
	£	£
Prepayments & accrued income	84,526	64,336

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.23	31.12.22 as restated
	£	£
Bank loans and overdrafts (see note 12)	86,679	72,618
Social security and other taxes	5,673	10,334
Other creditors	2,920	4,397
Accrued expenses	19,335	6,270
	114,607	93,619

continued...

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

	31.12.23	31.12.22 as restated
	£	£
Bank loans (see note 12)	805,480	903,977
Other loans (see note 12)	-	50,000
	805,480	953,977

12. LOANS

An analysis of the maturity of loans is given below:

	31.12.23	31.12.22 as restated
	£	£
Amounts falling due within one year on demand:		
Bank loans	86,679	72,618
Amounts falling due between two and five years:		
Other loans - 2-5 years	-	50,000
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	805,480	903,977

Secured bank loans were taken to assist with the purchase and construction of a new premises in 2011. The loans are secured by a mortgage debenture over all of the company's freehold property and assets.

Interest is charged on the various tranches of the loan, with various repayment terms, ranging between 4% and 6%.

Additional security has been provided by members of the board to secure the loans.

Other loans represent long term interest free loans from Gurudawara members.

13. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.23	31.12.22 as restated
	£	£
Bank loans	892,159	976,595

The following legal charges exist over the assets of the company in favour of the company's bankers:

A' First Legal Charge' over freehold property at 1 - 5 Lankaster Park Road, Rochester, ME1 3QU

A 'First Legal Charge' over freehold property at Cossack Street, Rochester ME1 4DQ

A 'First Legal Charge' from Drumyard Ltd over freehold property at MSD Warehouse, 31 Second Avenue, Chatham, ME4 4DQ

continued...

13. SECURED DEBTS - continued

An 'All Moneys Gurantee' from Drumyard Ltd for a principle sum of £1,900,000 plus interest and other costs as detailed in the guarantee, together with MSD Warehouse, 31 Second Avenue, Chatham, ME4 5AU and such other security as the bank may from time to time hold in respect of debts and liabilities of the guarantor(s) to the bank.

An 'Unlimited Debenture' from Medway Towns Gurudawara Sabha Limited (The).

14. MOVEMENT IN FUNDS

	At 1.1.23	Prior year adjustment	Net movement in funds	At 31.12.23
	£	£	£	£
Unrestricted funds				
General fund	2,844,794	43,583	152,262	3,040,639
TOTAL FUNDS	2,844,794	43,583	152,262	3,040,639

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	480,673	(328,411)	152,262
TOTAL FUNDS	480,673	(328,411)	152,262

Comparatives for movement in funds

	At 1.1.22	Net movement in funds	At 31.12.22
	£	£	£
Unrestricted funds			
General fund	2,742,545	145,832	2,888,377
TOTAL FUNDS	2,742,545	145,832	2,888,377

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	387,326	(241,494)	145,832
TOTAL FUNDS	387,326	(241,494)	145,832

continued...

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2023.

16. ULTIMATE CONTROLLING PARTY

The Charity is controlled by its Management Committee acting as director/trustees

17. SHARE CAPITAL

The company is limited by guarantee and has no share capital.

In the event of a winding up, the Council of Management shall exercise their right to give and transfer the assets of the Sabha to the Shromani Gurudawara Parbanthak Committee, Amritsar, India or any other institution or institutions having charitable objectives similar to the objectives of the Sabha.

THE MEDWAY TOWNS GURUDWARA SABHA LIMITED

England & Wales - Charity number 259740

Accounts

REGISTERED COMPANY NUMBER: 00894740 (England and Wales)
REGISTERED CHARITY NUMBER: 259740

Report of the Trustees and

Financial Statements for the Year Ended 31 December 2022

for

Medway Towns Gurudawara Sabha
Limited(The)

A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

Medway Towns Gurudawara Sabha Limited(The)

Contents of the Financial Statements
for the Year Ended 31 December 2022

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Report of the Trustees
for the Year Ended 31 December 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal activity and objective of the company is the promotion of the Sikh Religion and social and cultural interests of its members and their families.

Volunteers

Reliance on volunteers and members

The Board of Directors acknowledges that its objectives depends on volunteers and members of the Sabha who are available to provide support and assistance in the furtherance of its objectives. The Directors wishes to express its thanks to them and to all the organisations which provide it with its financial support and services in achieving its objectives.

Presentation of the financial statements

The financial statements are presented in the form required by the; Charities SORP (FRS102) 'Accounting and Reporting by Charities Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales', (effective 1 January 2015). As permitted by the Companies Act 2006, the company has adjusted the format of the financial statements to include headings relevant to its activities in order to enable it to show a true and fair view

ACHIEVEMENT AND PERFORMANCE

Charitable activities

New Temple

Purchase of the premises to be used as a temple, was completed during 2008. The initial cost of the premises was £1,650,000 and was funded by an initial secured loan of £1,320,000 and donations received by the company. The initial loan has been repaid and further replacement loan granted for £1,942,000. During the year repayments of £130,994 (2021 £74,399) have been made against this loan and £945,875 (2021 £1,028,897) remains outstanding.
NB capital repayments were lower in the previous year to December 2021, as the Temple switched to paying the interest only element as negotiated with the company's bankers under Covid 19 special provisions in the previous financial year & some months in the current year. Full monthly repayments recommenced during the year to 31 December 2022.

Covid 19

The Temple reduced its opening hours and suspended all services as per government guidelines.

Temple stayed open from 8am to 5pm for personal prayers only, community was asked to abide by the Covid rules and only stay for few minutes.

A One way system was set up.
Temperature checks were put in place.
A Track & Trace register was set up.

From September 2021 post lockdown hours were extended slightly but not to full operational level due to risk of infection.

FINANCIAL REVIEW

Principal funding sources

Traditionally the charity relies primarily upon donations for its income, which were up considerable during the year after reduction in donations during 2020 & 2021 as a result of Covid 19.

FINANCIAL REVIEW

Investment policy and objectives

The company continually reviews its cash position and deposits surplus funds in interest earning deposit accounts.

Results

A surplus of £102,249 (2021: £19,673) was recorded in the year ended 31 December 2022 which increased accumulated funds at 31 December 2022 to £2,844,794 (2021: £2,742,545).

Expenditure reduced during the year by £45,711, (as operations started to recommence as we emerged from Covid 19 restrictions to £241,494 (2021 £287,205), in part due to reduced staffing levels.

Income also increased by £36,865to £343,743 (2021: £306,878) (again primarily due to Covid 19 restricting normal operation & events & consequently donations in the previous year).

FUTURE PLANS

The charity looks forward to remain fully operational throughout 2023 & wedding bookings are now being taken on into 2024.

Donations are expected to be maintained at normal levels as full operations recommence 2022-23-24.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Medway Towns Gurudawara Sabha Limited is a company limited by guarantee and a registered charity (No.259740). It is governed by its Memorandum and Articles of Association and The Working Constitution of the Sabha (meaning congregation). The Members of the Council of Management constitute Members of the Sabha and are appointed to serve as Directors.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00894740 (England and Wales)

Registered Charity number

259740

Registered office

Medway Towns Gurudawara Sabha Ltd (The)
1 - 5 Lankester Parker Road
Rochester
Kent
ME1 3QU

Trustees
Mota Singh Shokar President
Balbir Singh Dhudwar Chairperson
Surinderpal Singh Sandhu General Secretary
Avtar Singh Kooner Treasurer
Pyara Singh Kang Supporting Sevedaars
Palwinder Kaur Chakkar Supporting Sevadaars
Ranjit Kaur Supporting Sevadaars
Inderjit Kaur Randhawa
Harpal Singh Sahota Education Lead - non trustee
Balbir Singh Ghattora Supporting Sevadaars - non trustee
Avtar Singh Dhillon Supporting Sevadaars - non trustee
Joga Singh Mahal Supporting Sevadaars - non trustee
Javinder Kaur Storekeeper - Non trustee
Sohan Singh Dhillon Vice President - non trustee
Sirjit Singh Marway Asst. & Stage Secretary - non trustee (appointed 13.4.22)
Mohinder Sing Rakkar Stage Secretary - non trustee (appointed 13.4.22)
Surjan Singh Toor Maintenance - non trustee (appointed 13.4.22)
Piara Singh Dehl Asst. Maint/Ed. Lead - non trustee (appointed 13.4.22)
Baldev Singh Powar Supporting Sevadaars - non trustee (appointed 13.4.22)
Jatinder Singh Dhillon Supporting Sevadaars - non trustee (appointed 13.4.22)
Gurjit Singh Chaggar Supporting Sevadaars - non trustee (appointed 13.4.22)
Shangara Singh Pataria Supporting Sevadaars - non trustee (appointed 13.4.22)
Parmjot Kaur Dhadwal Supporting Sevadaars - non trustee (appointed 13.4.22)
Johal Supporting Sevadaars - non trustee (appointed 13.4.22)
Rai Singh Billing Supporting Sevadaars - non trustee (appointed 13.4.22)
Parminder Singh Upple Ex Stage Secretary (resigned 14.4.22)
Gurbakash Kaur Supporting Sevadaars (resigned 13.4.22)
Harbans Singh Bhatal Supporting Sevadaars (resigned 14.4.22)
Sukhraj Singh Sandhu Ex Assistant Treasurer (resigned 14.4.22)
Harbhajan Kaur Supporting Sevadaars (resigned 14.4.22)

Company Secretary
Surinderpal Singh Sandhu

Auditors
A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

TRUSTEES' RESPONSIBILITY STATEMENT

The names of the members of the Board are set out on page 1. A number of committee members are listed as 'non-trustee', these are co-opted members & are neither trustees, nor directors. In addition there are several members from the community who provide direct support to the activities of the Gurudawara

Directors' responsibilities

Charity Law and Company law require the Board to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and of the statement of financial activities of the company for that year. In preparing those financial statements the Board is required to:

o Select suitable accounting policies have been used and applied consistently;
o Make judgements and estimates that are reasonable and prudent;
o Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business; and
o State whether applicable accounting standards and statement of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements.

The Directors are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, A Star Accountancy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 25 March 2024 and signed on its behalf by:

Avtar Singh Kooner - Trustee

Opinion
We have audited the financial statements of Medway Towns Gurudawara Sabha Limited(The) (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:
- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information
The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Our approach was as follows:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to: The Charities Act 2011 & Charity Sorp regulations, , Companies Act 2006, Employment, Health & Safety & Pensions regulations, as these are generally recognized to have a direct effect on the determination of material amounts and disclosures in the financial statements.

We also considered safeguarding, considerations ,adequacy of insurance cover & consideration of environmental considerations, food hygiene, bribery & corruption practices, charity fund raising regulations, Gift aid declarations & claim procedures etc, as whilst these do not have a direct effect on the determination of the amounts and disclosures in the financial statements, non-compliance with which may be fundamental to the operating aspects of the organisation, or to to an entity's ability to continue its operations, or to avoid material penalties

Enquiries as to any possibility of fraud or irregularity were made of those charged with Governance.ans we corroborated our enquiries via reference via review of board minutes, review of HMRC Gift aid submissions & supporting donation pre-numbered receipts,plus a review of papers provided to us as auditors in respect of a legal matter initially arising in 2021 & settled during 2022.

We considered the risk of fraud via Management Override of Controls and in response and looked for transactions outside of the normal course of the operation.and considered and none were identified.

In particular there was a system error in the payroll systems during 2021-22 causing a loss of year to date earnings part way through the year which caused issues with the tax calculations on earnings. To resolve this & identify the necessary corrections we reconstructed a parallel payroll system to establish the correct position.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

for and on behalf of A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
19 Beech Avenue
Sidcup
Kent
DA15 8NH

25 March 2024

Medway Towns Gurudawara Sabha Limited(The)

Statement of Financial Activities for the Year Ended 31 December 2022

	Notes	Unrestricted fund £	Restricted funds £	31.12.22 Total funds £	31.12.21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		337,742	-	337,742	271,908
Charitable activities					
Management administration		-	-	-	32,348
Investment income	2	51	-	51	-
Other income		5,950	-	5,950	2,622
Total		343,743	-	343,743	306,878
EXPENDITURE ON					
Charitable activities					
Management administration		148,306	-	148,306	195,899
Charitable Donations		1,702	-	1,702	2,685
Other		91,486	-	91,486	88,621
Total		241,494	-	241,494	287,205
NET INCOME		102,249	-	102,249	19,673
RECONCILIATION OF FUNDS					
Total funds brought forward		2,742,545	-	2,742,545	2,722,872
TOTAL FUNDS CARRIED FORWARD		2,844,794	-	2,844,794	2,742,545

The notes form part of these financial statements

Balance Sheet
31 December 2022

	Notes	Unrestricted fund £	Restricted funds £	31.12.22 Total funds £	31.12.21 Total funds £
FIXED ASSETS					
Tangible assets	7	3,768,868	-	3,768,868	3,808,719
CURRENT ASSETS					
Debtors	8	20,753	-	20,753	39,018
Cash at bank and in hand		102,769	-	102,769	59,163
		123,522	-	123,522	98,181
CREDITORS					
Amounts falling due within one year	9	(93,619)	-	(93,619)	(119,085)
NET CURRENT ASSETS		29,903	-	29,903	(20,904)
TOTAL ASSETS LESS CURRENT LIABILITIES		3,798,771	-	3,798,771	3,787,815
CREDITORS					
Amounts falling due after more than one year	10	(953,977)	-	(953,977)	(1,045,270)
NET ASSETS		2,844,794	-	2,844,794	2,742,545
FUNDS	13				
Unrestricted funds				2,844,794	2,742,545
TOTAL FUNDS				2,844,794	2,742,545

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The notes form part of these financial statements

continued...

Balance Sheet - continued
31 December 2022

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 25 March 2024 and were signed on its behalf by:

Mota Singh Shokar - Trustee

Avtar Singh Kooner - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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

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.

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

Freehold property - 1% on a reducing balance basis.

Fixtures and Fittings 25% on a reducing balance basis.

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

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.

Hire purchase and leasing commitments
Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

A company vehicle was acquired on hire purchase 5th August 2014 costing £15,295 but was never capitalised & has been accounted for as an operating lease in the accounts which is a departure from SORP. This vehicle remained the property of the Lessor until an option payment was made in September 2018 at which point full title to the vehicle was effectively transferred to the charity.

Pension costs and other post-retirement benefits
The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Donated goods & services
Donated goods & or services are included in both income & expenditure at estimated valuation of the directors.

continued...

2. INVESTMENT INCOME

	31.12.22	31.12.21
	£	£
Deposit account interest	51	-

3. NET INCOME/(EXPENDITURE)

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

	31.12.22	31.12.21
	£	£
Auditors' remuneration	2,000	2,000
Depreciation - owned assets	41,785	42,977
Hire of plant and machinery	726	169

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

5. STAFF COSTS

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

	31.12.22	31.12.21
Executive director/trustees	8	33
Priests	4	5
	12	38

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

The average number of staff during the year was 18 (2021: 33) including executive directors who receive no remuneration & excluding non trustee co-opted committee members.

Payments were made to 4 priests (2021: 6) during the year.

continued...

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	271,908	-	271,908
Charitable activities			
Management administration	32,348	-	32,348
Other income	2,622	-	2,622
Total	306,878	-	306,878
EXPENDITURE ON			
Charitable activities			
Management administration	195,899	-	195,899
Charitable Donations	2,685	-	2,685
Other	88,621	-	88,621
Total	287,205	-	287,205
NET INCOME	19,673	-	19,673
RECONCILIATION OF FUNDS			
Total funds brought forward	2,722,872	-	2,722,872
TOTAL FUNDS CARRIED FORWARD	2,742,545	-	2,742,545

7. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 January 2022	4,188,025	124,358	4,312,383
Additions	-	1,934	1,934
At 31 December 2022	4,188,025	126,292	4,314,317
DEPRECIATION			
At 1 January 2022	393,243	110,421	503,664
Charge for year	37,948	3,837	41,785
At 31 December 2022	431,191	114,258	545,449
NET BOOK VALUE			
At 31 December 2022	3,756,834	12,034	3,768,868
At 31 December 2021	3,794,782	13,937	3,808,719

continued...

7. TANGIBLE FIXED ASSETS - continued

A minibus acquired at a cost of £15295 in 2014 under an HP agreement which ended in September 2018 when full title to the vehicle was passed to the charity by way of a final option payment. However, the vehicle has never been capitalised in the company's financial statements which is a departure from SORP. The vehicle currently remains in use.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Prepayments & accrued income	20,753	39,018

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Bank loans and overdrafts (see note 11)	72,618	83,629
Social security and other taxes	10,334	13,536
Other creditors	4,397	17,920
Accrued expenses	6,270	4,000
	93,619	119,085

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

	31.12.22	31.12.21
	£	£
Bank loans (see note 11)	903,977	985,270
Other loans (see note 11)	50,000	60,000
	953,977	1,045,270

11. LOANS

An analysis of the maturity of loans is given below:

	31.12.22	31.12.21
	£	£
Amounts falling due within one year on demand:		
Bank loans	72,618	83,629
Amounts falling due between two and five years:		
Other loans - 2-5 years	50,000	60,000
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	903,977	985,270

Secured bank loans were taken to assist with the purchase and construction of a new premises in 2011. The loans are secured by a mortgage debenture over all of the company's freehold property and assets.

Interest is charged on the various tranches of the loan, with various repayment terms, ranging between 4% and 6%.

Additional security has been provided by members of the board to secure the loans.

11. LOANS - continued

Other loans represent long term interest free loans from Gurudawara members.

12. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.22	31.12.21
	£	£
Bank loans	976,595	1,068,899

The following legal charges exist over the assets of the company in favour of the company's bankers:

A' First Legal Charge' over freehold property at 1 - 5 Lankaster Park Road, Rochester, ME1 3QU

A 'First Legal Charge' over freehold property at Cossack Street, Rochester ME1 4DQ

A 'First Legal Charge' from Drumyard Ltd over freehold property at MSD Warehouse, 31 Second Avenue, Chatham, ME4 4DQ

An 'All Moneys Gurantee' from Drumyard Ltd for a principle sum of £1,900,000 plus interest and other costs as detailed in the guarantee, together with MSD Warehouse, 31 Second Avenue, Chatham, ME4 5AU and such other security as the bank may from time to time hold in respect of debts and liabilities of the guarantor(s) to the bank.

An 'Unlimited Debenture' from Medway Towns Gurudawara Sabha Limited (The).

13. MOVEMENT IN FUNDS

	At 1.1.22	Net movement in funds	At 31.12.22
	£	£	£
Unrestricted funds			
General fund	2,742,545	102,249	2,844,794
TOTAL FUNDS	2,742,545	102,249	2,844,794

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	343,743	(241,494)	102,249
TOTAL FUNDS	343,743	(241,494)	102,249

continued...

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	2,722,872	19,673	2,742,545
TOTAL FUNDS	2,722,872	19,673	2,742,545

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	306,878	(287,205)	19,673
TOTAL FUNDS	306,878	(287,205)	19,673

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.

15. ULTIMATE CONTROLLING PARTY

The Charity is controlled by its Management Committee acting as director/trustees

16. SHARE CAPITAL

The company is limited by guarantee and has no share capital.

In the event of a winding up, the Council of Management shall exercise their right to give and transfer the assets of the Sabha to the Shromani Gurudawara Parbanthak Committee, Amritsar, India or any other institution or institutions having charitable objectives similar to the objectives of the Sabha.

THE MEDWAY TOWNS GURUDWARA SABHA LIMITED

England & Wales - Charity number 259740

Accounts

REGISTERED COMPANY NUMBER: 00894740 (England and Wales)
REGISTERED CHARITY NUMBER: 259740

Report of the Trustees and

Financial Statements for the Year Ended 31 December 2021

for

Medway Towns Gurudawara Sabha Limited(The)

A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

Medway Towns Gurudawara Sabha Limited(The)

Contents of the Financial Statements
for the Year Ended 31 December 2021

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Medway Towns Gurudawara Sabha
Limited(The) (Registered number: 00894740)

Report of the Trustees
for the Year Ended 31 December 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal activity and objective of the company is the promotion of the Sikh Religion and social and cultural interests of its members and their families.

Volunteers

Reliance on volunteers and members

The Board of Directors acknowledges that its objectives depends on volunteers and members of the Sabha who are available to provide support and assistance in the furtherance of its objectives. The Directors wishes to express its thanks to them and to all the organisations which provide it with its financial support and services in achieving its objectives.

Presentation of the financial statements

The financial statements are presented in the form required by the; Charities SORP (FRS102) 'Accounting and Reporting by Charities Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales', (effective 1 January 2015). As permitted by the Companies Act 2006, the company has adjusted the format of the financial statements to include headings relevant to its activities in order to enable it to show a true and fair view

ACHIEVEMENT AND PERFORMANCE

Charitable activities

New Temple

Purchase of the premises to be used as a temple, was completed during 2008. The initial cost of the premises was £1,650,000 and was funded by an initial secured loan of £1,320,000 and donations received by the company. The initial loan has been repaid and further replacement loan granted for £1,942,000. During the year repayments of £74,399 (2020 £81,788) have been made against this loan and £1,028,897 (2020 £1,098,237) remains outstanding.
NB capital repayments were lower in the year as the Temple switched to paying the interest only element as negotiated with the company's bankers under Covid 19 special provisions in the previous financial year & some months in the current year.

Covid 19

The Temple reduced its opening hours and suspended all services as per government guidelines.

Temple stayed open from 8am to 5pm for personal prayers only, community was asked to abide by the Covid rules and only stay for few minutes.

A One way system was set up.
Temperature checks were put in place.
A Track & Trace register was set up.

From September 2021 post lockdown hours were extended slightly but not to full operational level due to risk of infection.

FINANCIAL REVIEW

Principal funding sources

Traditionally the charity relies primarily upon donations for its income. Due to Covid 19 related closures income from donations were considerably done in 2020 but recovering during during 2021.The charity claimed furlough grants where appropriate up until September 2021.

FINANCIAL REVIEW

Investment policy and objectives

The company continually reviews its cash position and deposits surplus funds in interest- earning deposit accounts.

Results

A surplus of £19,673 (2020: £31,934 deficit) was recorded in the year ended 31 December 2021 which increased accumulated funds at 31 December 2021 to £2,742,545 (2020: £2,722,872).

Expenditure increased during the year by £26,251, (as operations started to recommence as we emerged from Covid 19 restrictions to 287,205 (2020 £260,954).

Income also increased by £77,858 to £306,878 (2020: £229,020) (again primarily due to Covid 19 restricting normal operation & events & consequently donations in the previous year).

FUTURE PLANS

Che charity looks forward to becoming fully operational through 2022 & wedding bookings are now being taken on into 2023.

Donations are expected to return to normal levels as full operations recommence during 2022/23.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Medway Towns Gurudawara Sabha Limited is a company limited by guarantee and a registered charity (No.259740). It is governed by its Memorandum and Articles of Association and The Working Constitution of the Sabha (meaning congregation). The Members of the Council of Management constitute Members of the Sabha and are appointed to serve as Directors.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00894740 (England and Wales)

Registered Charity number

259740

Registered office

Medway Towns Gurudawara Sabha Ltd (The)
1 - 5 Lankester Parker Road
Rochester
Kent
ME1 3QU

Trustees
Karnail Singh Dhillion President / Stage Secretary
Mota Singh Shokar Vice President
Balbir Singh Dhudwar Chairman / Librarian
Surinderpal Singh Sandhu General Secretary
Avtar Singh Kooner Treasurer
Sukhraj Singh Sandhu Assistant Treasurer (resigned 14.4.22)
Parminder Singh Upple Stage Secretary (resigned 14.4.22)
Avtar Singh Dhillon Supporting Sevadaars
Balbir Singh Ghattora
Gurbakash Kaur Supporting Sevadaars (resigned 13.4.22)
Harbans Singh Bhatal Supporting Sevadaars
Harbhajan Kaur Ghattora Supporting Sevadaars
Harpal Singh Sahota Education Lead
Joga Singh Mahal
Palwinder Kaur Chakkar Supporting Sevadaars
Ranjit Kaur Supporting Sevadaars
Inderjit Kaur Randhawa
Pyara Singh Kang
Harbhajan Kaur (resigned 14.4.22)
Sohan Singh Dhillon Assistant General Secretary non Trustee
Javinder Kaur Storekeeper - Non trustee

Company Secretary
Surinderpal Singh Sandhu

Auditors
A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

EVENTS SINCE THE END OF THE YEAR
Information relating to events since the end of the year is given in the notes to the financial statements.

TRUSTEES' RESPONSIBILITY STATEMENT

The names of the members of Board are set out on page 1. In addition there are several members from the community who provide direct support to the activities of the Gurudawara.

Directors' responsibilities

Charity Law and Company law require the Board to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and of the statement of financial activities of the company for that year. In preparing those financial statements the Board is required to:

o Select suitable accounting policies have been used and applied consistently;
o Make judgements and estimates that are reasonable and prudent;
o Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business; and
o State whether applicable accounting standards and statement of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements.

The Directors are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, A Star Accountancy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 23 April 2023 and signed on its behalf by:

Avtar Singh Kooner - Trustee

Opinion

We have audited the financial statements of Medway Towns Gurudawara Sabha Limited(The) (the 'charitable company') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

We considered the relevant laws & regulations of significance in the context of the entity, which included the Charities Act 2011, the Companies Act 2006, Covid 19 regulations e.g. furlough & other grants and in particular fundraising regulations for charities, employment matters & GDPR.

We also considered the relevant reporting frameworks including FRS102 and the Charity SORP.

We also considered what were the particular considerations in respect of fraud, by assessing the risks of material misstatement in respect of fraud, by making fraud enquiries during the audit of
management and those charged with governance.

A further description of our responsibilities for the audit of the financial statements is located on the FRC’s website at https:// www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor’s report.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

for and on behalf of A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
19 Beech Avenue
Sidcup
Kent
DA15 8NH

Date: .....

Medway Towns Gurudawara Sabha
Limited(The)

Statement of Financial Activities
for the Year Ended 31 December 2021

	Notes	Unrestricted fund £	Restricted funds £	31.12.21 Total funds £	31.12.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		271,908	-	271,908	160,239
Charitable activities					
Management administration		32,348	-	32,348	64,432
Charitable activities		-	-	-	625
Investment income	2	-	-	-	26
Other income		2,622	-	2,622	3,698
Total		306,878	-	306,878	229,020
EXPENDITURE ON					
Charitable activities					
Management administration		197,329	-	197,329	159,654
Charitable activities		1,255	-	1,255	-
Charitable Donations		-	-	-	1,213
Other		88,621	-	88,621	100,087
Total		287,205	-	287,205	260,954
NET INCOME/(EXPENDITURE)		19,673	-	19,673	(31,934)
RECONCILIATION OF FUNDS					
Total funds brought forward		2,722,872	-	2,722,872	2,754,806
TOTAL FUNDS CARRIED FORWARD		2,742,545	-	2,742,545	2,722,872

The notes form part of these financial statements

Medway Towns Gurudawara Sabha
Limited(The) (Registered number: 00894740)

Balance Sheet
31 December 2021

	Notes	Unrestricted fund £	Restricted funds £	31.12.21 Total funds £	31.12.20 Total funds £
FIXED ASSETS					
Tangible assets	7	3,808,719	-	3,808,719	3,849,086
CURRENT ASSETS					
Debtors	8	39,018	-	39,018	12,620
Cash at bank and in hand		59,163	-	59,163	81,224
		98,181	-	98,181	93,844
CREDITORS					
Amounts falling due within one year	9	(124,084)	-	(124,084)	(90,940)
NET CURRENT ASSETS		(25,903)	-	(25,903)	2,904
TOTAL ASSETS LESS CURRENT LIABILITIES		3,782,816	-	3,782,816	3,851,990
CREDITORS					
Amounts falling due after more than one year	10	(1,040,271)	-	(1,040,271)	(1,129,118)
NET ASSETS		2,742,545	-	2,742,545	2,722,872
FUNDS	13				
Unrestricted funds				2,742,545	2,722,872
TOTAL FUNDS				2,742,545	2,722,872

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for
(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The notes form part of these financial statements

continued...

Balance Sheet - continued
31 December 2021

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 23 April 2023 and were signed on its behalf by:

Mota Singh Shokar - Trustee

Avtar Singh Kooner - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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

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.

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

Freehold property - 1% on a reducing balance basis.

Fixtures and Fittings 25% on a reducing balance basis.

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

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.

Hire purchase and leasing commitments
Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

A company vehicle was acquired on hire purchase 5th August 2014 costing £15,295 but was never capitalised & has been accounted for as an operating lease in the accounts which is a departure from SORP. This vehicle remained the property of the Lessor until an option payment was made in September 2018 at which point full title to the vehicle was effectively transferred to the charity.

Pension costs and other post-retirement benefits
The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Donated goods & services
Donated goods & or services are included in both income & expenditure at estimated valuation of the directors.

continued...

2. INVESTMENT INCOME

	31.12.21	31.12.20
	£	£
Deposit account interest	-	26

3. NET INCOME/(EXPENDITURE)

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

	31.12.21	31.12.20
	£	£
Auditors' remuneration	2,000	2,000
Depreciation - owned assets	42,977	46,970
Hire of plant and machinery	169	556

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

5. STAFF COSTS

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

	31.12.21	31.12.20
Executive director/trustees	33	33
Priests	5	6
	38	39

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

The average number of staff during the year was 33 (2019: 33) including executive directors who receive no remuneration.

Payments were made to 6 priests (2019: 8) during the year.

continued...

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	160,239	-	160,239
Charitable activities			
Management administration	64,432	-	64,432
Charitable activities	625	-	625
Investment income	26	-	26
Other income	3,698	-	3,698
Total	229,020	-	229,020
EXPENDITURE ON			
Charitable activities			
Management administration	128,154	31,500	159,654
Charitable Donations	1,213	-	1,213
Other	100,087	-	100,087
Total	229,454	31,500	260,954
NET INCOME/(EXPENDITURE)	(434)	(31,500)	(31,934)
RECONCILIATION OF FUNDS			
Total funds brought forward	2,723,306	31,500	2,754,806
TOTAL FUNDS CARRIED FORWARD	2,722,872	-	2,722,872

continued...

7. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 January 2021	4,188,025	121,748	4,309,773
Additions	-	2,610	2,610
At 31 December 2021	4,188,025	124,358	4,312,383
DEPRECIATION			
At 1 January 2021	354,912	105,775	460,687
Charge for year	38,331	4,646	42,977
At 31 December 2021	393,243	110,421	503,664
NET BOOK VALUE			
At 31 December 2021	3,794,782	13,937	3,808,719
At 31 December 2020	3,833,113	15,973	3,849,086

A minibus acquired at a cost of £15295 in 2014 under an HP agreement which ended in September 2018 when full title to the vehicle was passed to the charity by way of a final option payment. However, the vehicle has never been capitalised in the company's financial statements which is a departure from SORP. The vehicle currently remains in use.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21 £	31.12.20 £
Prepayments & accrued income	39,018	12,620

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21 £	31.12.20 £
Bank loans and overdrafts (see note 11)	88,628	79,120
Social security and other taxes	13,536	4,277
Other creditors	17,920	-
Accrued expenses	4,000	7,543
	124,084	90,940

continued...

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

	31.12.21	31.12.20
	£	£
Bank loans (see note 11)	985,270	1,069,118
Other loans (see note 11)	55,001	60,000
	1,040,271	1,129,118

11. LOANS

An analysis of the maturity of loans is given below:

	31.12.21	31.12.20
	£	£
Amounts falling due within one year on demand:		
Bank loans	88,628	79,120
Amounts falling due between two and five years:		
Other loans - 2-5 years	55,001	60,000
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	985,270	1,069,118

Secured bank loans were taken to assist with the purchase and construction of a new premises in 2011. The loans are secured by a mortgage debenture over all of the company's freehold property and assets.

Interest is charged on the various tranches of the loan, with various repayment terms, ranging between 4% and 6%.

Additional security has been provided by members of the board to secure the loans.

Other loans represent long term interest free loans from Gurudawara members.

12. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.21	31.12.20
	£	£
Bank loans	1,073,898	1,148,238

The following legal charges exist over the assets of the company in favour of the company's bankers:

A' First Legal Charge' over freehold property at 1 - 5 Lankaster Park Road, Rochester, ME1 3QU

A 'First Legal Charge' over freehold property at Cossack Street, Rochester ME1 4DQ

A 'First Legal Charge' from Drumyard Ltd over freehold property at MSD Warehouse, 31 Second Avenue, Chatham, ME4 4DQ

An 'All Moneys Gurantee' from Drumyard Ltd for a principle sum of £1,900,000 plus interest and other costs as detailed in the guarantee, together with MSD Warehouse, 31 Second Avenue, Chatham, ME4 5AU and such other security as the bank may from time to time hold in respect of debts and liabilities of the guarantor(s) to the bank.

continued...

12. SECURED DEBTS - continued

An 'Unlimited Debenture' from Medway Towns Gurudawara Sabha Limited (The).

13. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	2,722,872	19,673	2,742,545
TOTAL FUNDS	2,722,872	19,673	2,742,545

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	306,878	(287,205)	19,673
TOTAL FUNDS	306,878	(287,205)	19,673

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	2,723,306	(434)	2,722,872
Restricted funds			
Lift provision fund	31,500	(31,500)	-
TOTAL FUNDS	2,754,806	(31,934)	2,722,872

continued...

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	229,020	(229,454)	(434)
Restricted funds			
Lift provision fund	-	(31,500)	(31,500)
TOTAL FUNDS	229,020	(260,954)	(31,934)

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2021.

15. POST BALANCE SHEET EVENTS

A contingent liability was reported in the previous year's financial statements, in respect of a pending 'legal action'. Initial payments were made during this financial year totalling £30,243.

The remaining costs settled during the following financial year totalled £20,000 which have been fully provided for in these financial statements.

16. ULTIMATE CONTROLLING PARTY

The Charity is controlled by its Management Committee acting as director/trustees

17. SHARE CAPITAL

The company is limited by guarantee and has no share capital.

In the event of a winding up, the Council of Management shall exercise their right to give and transfer the assets of the Sabha to the Shromani Gurudawara Parbanthak Committee, Amritsar, India or any other institution or institutions having charitable objectives similar to the objectives of the Sabha.

THE MEDWAY TOWNS GURUDWARA SABHA LIMITED

England & Wales - Charity number 259740

Accounts

REGISTERED COMPANY NUMBER: 00894740 (England and Wales)
REGISTERED CHARITY NUMBER: 259740

Report of the Trustees and

Financial Statements for the Year Ended 31 December 2020

for

Medway Towns Gurudawara Sabha Limited(The)

A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

Medway Towns Gurudawara Sabha Limited(The)

Contents of the Financial Statements
for the Year Ended 31 December 2020

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Report of the Trustees
for the Year Ended 31 December 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal activity and objective of the company is the promotion of the Sikh Religion and social and cultural interests of its members and their families.

Volunteers

Reliance on volunteers and members

The Board of Directors acknowledges that its objectives depends on volunteers and members of the Sabha who are available to provide support and assistance in the furtherance of its objectives. The Directors wishes to express its thanks to them and to all the organisations which provide it with its financial support and services in achieving its objectives.

Presentation of the financial statements

The financial statements are presented in the form required by the; Charities SORP (FRS102) 'Accounting and Reporting by Charities Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales', (effective 1 January 2015). As permitted by the Companies Act 2006, the company has adjusted the format of the financial statements to include headings relevant to its activities in order to enable it to show a true and fair view

ACHIEVEMENT AND PERFORMANCE

Charitable activities

New Temple

Purchase of the premises to be used as a temple, was completed during 2008. The initial cost of the premises was £1,650,000 and was funded by an initial secured loan of £1,320,000 and donations received by the company. The initial loan has been repaid and further replacement loan granted for £1,942,000. During the year repayments of £81,788 (2019 £142,610) have been made against this loan and £1,098,237 (2019 £1,128,069) remains outstanding.
NB capital repayments were lower in the year as the Temple switched to paying the interest only element as negotiated with the company's bankers under Covid 19 special provisions.

The construction activities were completed during 2013 and certain improvements are ongoing and planned, which included Lift improvements during the financial year.

Covid 19

The Temple reduced its opening hours and suspended all services as per government guidelines.

Temple stayed open from 8am to 5pm for personal prayers only, community was asked to abide by the Covid rules and only stay for few minutes.

A One way system was set up.
Temperature checks were put in place.
A Track & Trace register was set up.

FINANCIAL REVIEW

Principal funding sources

Traditionally the charity relies primarily upon donations for its income. Due to Covid 19 related closures income from donations was down during the year but the charity claimed furlough grants where appropriate.

FINANCIAL REVIEW

Investment policy and objectives

The company continually reviews its cash position and deposits surplus funds in interest- earning deposit accounts.

Results

A deficit of £31,934 (2019: £55,449 surplus) was recorded in the year ended 31 December 2020 which reduced accumulated funds at 31 December 2020 to £,2722,872 (2019: £2,754,806).

Expenditure reduced during the year by £71,000, (primarily due to reduced wages & operational costs due to covid closures) down to £260,328 (2019: £331,227)
Income also decreased by £48,117 to £,223,538 (2019: £386,776) (again primarily due to Covid 19 restricting normal operation & events & consequently donations).

Improvements were carried out during the year on Lift equipment for £31,500 which was capitalised as improvements.

FUTURE PLANS

A Legal action was commenced against the charity after the balance sheet date as outlined in the Post Balance Sheet note & Contingent Liability note in these financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Medway Towns Gurudawara Sabha Limited is a company limited by guarantee and a registered charity (No.259740). It is governed by its Memorandum and Articles of Association and The Working Constitution of the Sabha (meaning congregation). The Members of the Council of Management constitute Members of the Sabha and are appointed to serve as Directors.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00894740 (England and Wales)

Registered Charity number

259740

Registered office

Medway Towns Gurudawara Sabha Ltd (The)
1 - 5 Lankester Parker Road
Rochester
Kent
ME1 3QU

Trustees
Karnail Singh Dhillion President / Stage Secretary
Mota Singh Shokar Vice President
Balbir Singh Dhudwar Chairman / Librarian
Surinderpal Singh Sandhu General Secretary
Sohan Singh Dhillon Assistant General Secretary
Avtar Singh Kooner Treasurer
Sukhraj Singh Sandhu Assistant Treasurer
Parminder Singh Upple Stage Secretary
Javinder Kaur Storekeeper
Avtar Singh Dhillon Supporting Sevadaars
Balbir Singh Ghattora
Gurbakash Kaur Supporting Sevadaars
Harbans Singh Bhatal Supporting Sevadaars
Harbhajan Kaur Ghattora Supporting Sevadaars
Harpal Singh Sahota Education Lead
Joga Singh Mahal
Palwinder Kaur Chakkar Supporting Sevadaars
Ranjit Kaur Supporting Sevadaars
Inderjit Kaur Randhawa
Pyara Singh Kang

Company Secretary
Surinderpal Singh Sandhu

Auditors
A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
19 Beech Avenue
Sidcup
Kent
DA15 8NH

EVENTS SINCE THE END OF THE YEAR
Information relating to events since the end of the year is given in the notes to the financial statements.

TRUSTEES' RESPONSIBILITY STATEMENT
The names of the members of Board are set out on page 1. In addition there are several members from the community who provide direct support to the activities of the Gurudawara.

Directors' responsibilities

Charity Law and Company law require the Board to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and of the statement of financial activities of the company for that year. In preparing those financial statements the Board is required to:

o Select suitable accounting policies have been used and applied consistently;
o Make judgements and estimates that are reasonable and prudent;
o Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business; and
o State whether applicable accounting standards and statement of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements.

The Directors are also responsible for maintaining proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

The auditors, A Star Accountancy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 23 March 2022 and signed on its behalf by:

Avtar Singh Kooner - Trustee

Opinion

We have audited the financial statements of Medway Towns Gurudawara Sabha Limited(The) (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

We considered the relevant laws & regulations of significance in the context of the entity, which included the Charities Act 2011, the Companies Act 2006, Covid 19 regulations e.g. furlough & other grants and in particular fundraising regulations for charities, employment matters & GDPR.

We also considered the relevant reporting frameworks including FRS102 and the Charity SORP.

We also considered what were the particular considerations in respect of fraud, by assessing the risks of material misstatement in respect of fraud, by making fraud enquiries during the audit of
management and those charged with governance.

A further description of our responsibilities for the audit of the financial statements is located on the FRC’s website at https:// www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor’s report.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

for and on behalf of A Star Accountancy Limited
Chartered Certified Accountants
and Registered Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
19 Beech Avenue
Sidcup
Kent
DA15 8NH

23 March 2022

Medway Towns Gurudawara Sabha Limited(The)

Statement of Financial Activities for the Year Ended 31 December 2020

	Notes	Unrestricted fund £	Restricted funds £	31.12.20 Total funds £	31.12.19 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		160,239	-	160,239	383,777
Charitable activities					
Management administration		64,432	-	64,432	-
Investment income	2	26	-	26	-
Other income		3,698	-	3,698	3,000
Total		228,395	-	228,395	386,777
EXPENDITURE ON					
Charitable activities					
Management administration		128,154	31,500	159,654	212,405
Charitable Donations		1,213	-	1,213	16,172
Other		99,462	-	99,462	102,751
Total		228,829	31,500	260,329	331,328
NET INCOME/(EXPENDITURE)		(434)	(31,500)	(31,934)	55,449
RECONCILIATION OF FUNDS					
Total funds brought forward		2,723,306	31,500	2,754,806	2,699,357
TOTAL FUNDS CARRIED FORWARD		2,722,872	-	2,722,872	2,754,806

The notes form part of these financial statements

Medway Towns Gurudawara Sabha
Limited(The) (Registered number: 00894740)

Balance Sheet
31 December 2020

	Notes	Unrestricted fund £	Restricted funds £	31.12.20 Total funds £	31.12.19 Total funds £
FIXED ASSETS					
Tangible assets	7	3,849,086	-	3,849,086	3,864,556
CURRENT ASSETS					
Debtors	8	12,620	-	12,620	44,129
Cash at bank and in hand		81,224	-	81,224	48,584
		93,844	-	93,844	92,713
CREDITORS					
Amounts falling due within one year	9	(90,940)	-	(90,940)	(84,154)
NET CURRENT ASSETS		2,904	-	2,904	8,559
TOTAL ASSETS LESS CURRENT LIABILITIES		3,851,990	-	3,851,990	3,873,115
CREDITORS					
Amounts falling due after more than one year	10	(1,129,118)	-	(1,129,118)	(1,118,309)
NET ASSETS		2,722,872	-	2,722,872	2,754,806
FUNDS	13				
Unrestricted funds				2,722,872	2,723,306
Restricted funds				-	31,500
TOTAL FUNDS				2,722,872	2,754,806

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for
(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The notes form part of these financial statements

continued...

Balance Sheet - continued
31 December 2020

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 23 March 2022 and were signed on its behalf by:

Karnail Singh Dhillion - Trustee

Avtar Singh Kooner - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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

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.

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

Freehold property - 1% on a reducing balance basis.

Fixtures and Fittings 25% on a reducing balance basis.

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

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.

Hire purchase and leasing commitments
Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

A company vehicle was acquired on hire purchase 5th August 2014 costing £15,295 but was never capitalised & has been accounted for as an operating lease in the accounts which is a departure from SORP. This vehicle remained the property of the Lessor until an option payment was made in September 2018 at which point full title to the vehicle was effectively transferred to the charity.

Pension costs and other post-retirement benefits
The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Donated goods & services
Donated goods & or services are included in both income & expenditure at estimated valuation of the directors.

continued...

2. INVESTMENT INCOME

	31.12.20	31.12.19
	£	£
Deposit account interest	26	-

3. NET INCOME/(EXPENDITURE)

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

	31.12.20	31.12.19
	£	£
Auditors' remuneration	2,000	2,000
Depreciation - owned assets	46,970	42,962
Hire of plant and machinery	556	850

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

5. STAFF COSTS

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

	31.12.20	31.12.19
Executive director/trustees	33	25
Priests	6	8
	39	33

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

The average number of staff during the year was 33 (2019: 33) including executive directors who receive no remuneration.

Payments were made to 6 priests (2019: 8) during the year.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	352,277	31,500	383,777
Other income	3,000	-	3,000
Total	355,277	31,500	386,777
EXPENDITURE ON			
Charitable activities			
Management administration	212,405	-	212,405
Charitable Donations	12,772	3,400	16,172
Other	102,751	-	102,751
Total	327,928	3,400	331,328
NET INCOME	27,349	28,100	55,449
RECONCILIATION OF FUNDS			
Total funds brought forward			
As previously reported	2,748,289	3,400	2,751,689
Prior year adjustment	(52,332)	-	(52,332)
As restated	2,695,957	3,400	2,699,357
TOTAL FUNDS CARRIED FORWARD	2,723,306	31,500	2,754,806

continued...

7. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 January 2020	4,156,525	121,748	4,278,273
Additions	31,500	-	31,500
At 31 December 2020	4,188,025	121,748	4,309,773
DEPRECIATION			
At 1 January 2020	316,246	97,471	413,717
Charge for year	38,666	8,304	46,970
At 31 December 2020	354,912	105,775	460,687
NET BOOK VALUE			
At 31 December 2020	3,833,113	15,973	3,849,086
At 31 December 2019	3,840,279	24,277	3,864,556

A minibus acquired at a cost of £15295 in 2014 under an HP agreement which ended in September 2018 when full title to the vehicle was passed to the charity by way of a final option payment. However, the vehicle has never been capitalised in the company's financial statements which is a departure from SORP. The vehicle currently remains in use.

The Dome Shield Project was aborted early in 2018, as it was decided by the trustees that ongoing, charity funds would be better spent on other projects under consideration at that time.

Total costs to date, included in Tangible Fixed Assets as at the balance sheet date were £5,300 relating to professional services & fabrication of the metal framework etc. Accordingly these costs net of £53 depreciation to 2017, were written-off by way of an impairment adjustment in the previous year's financial statements as shown in the comparatives.

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
Other debtors HSBC	-	4,733
Prepayments & accrued income	12,620	39,396
	12,620	44,129

continued...

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Bank loans and overdrafts (see note 11)	79,120	69,760
Social security and other taxes	4,277	2,782
Accrued expenses	7,543	11,612
	90,940	84,154

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

	31.12.20	31.12.19
	£	£
Bank loans (see note 11)	1,069,118	1,058,309
Other loans (see note 11)	60,000	60,000
	1,129,118	1,118,309

11. LOANS

An analysis of the maturity of loans is given below:

	31.12.20	31.12.19
	£	£
Amounts falling due within one year on demand:		
Bank loans	79,120	69,760
Amounts falling due between two and five years:		
Other loans - 2-5 years	60,000	60,000
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	1,069,118	1,058,309

Secured bank loans were taken to assist with the purchase and construction of a new premises in 2011. The loans are secured by a mortgage debenture over all of the company's freehold property and assets.

Interest is charged on the various tranches of the loan, with various repayment terms, ranging between 4% and 6%.

Additional security has been provided by members of the board to secure the loans.

Other loans represent long term interest free loans from Gurudawara members.

continued...

12. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.20	31.12.19
	£	£
Bank loans	1,148,238	1,128,069

The following legal charges exist over the assets of the company in favour of the company's bankers:

A' First Legal Charge' over freehold property at 1 - 5 Lankaster Park Road, Rochester, ME1 3QU

A 'First Legal Charge' over freehold property at Cossack Street, Rochester ME1 4DQ

A 'First Legal Charge' from Drumyard Ltd over freehold property at MSD Warehouse, 31 Second Avenue, Chatham, ME4 4DQ

An 'All Moneys Gurantee' from Drumyard Ltd for a principle sum of £1,900,000 plus interest and other costs as detailed in the guarantee, together with MSD Warehouse, 31 Second Avenue, Chatham, ME4 5AU and such other security as the bank may from time to time hold in respect of debts and liabilities of the guarantor(s) to the bank.

An 'Unlimited Debenture' from Medway Towns Gurudawara Sabha Limited (The).

13. MOVEMENT IN FUNDS

	At 1.1.20	Net movement in funds	At 31.12.20
	£	£	£
Unrestricted funds			
General fund	2,723,306	(434)	2,722,872
Restricted funds			
Lift provision fund	31,500	(31,500)	-
TOTAL FUNDS	2,754,806	(31,934)	2,722,872

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	228,395	(228,829)	(434)
Restricted funds			
Lift provision fund	-	(31,500)	(31,500)
TOTAL FUNDS	228,395	(260,329)	(31,934)

continued...

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Prior year adjustment £	Net movement in funds £	At 31.12.19 £
Unrestricted funds				
General fund	2,748,289	(52,332)	27,349	2,723,306
Restricted funds				
World Cancer Care Donations	3,400	-	(3,400)	-
Lift provision fund	-	-	31,500	31,500
	3,400	-	28,100	31,500
TOTAL FUNDS	2,751,689	(52,332)	55,449	2,754,806

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	355,277	(327,928)	27,349
Restricted funds			
World Cancer Care Donations	-	(3,400)	(3,400)
Lift provision fund	31,500	-	31,500
	31,500	(3,400)	28,100
TOTAL FUNDS	386,777	(331,328)	55,449

During the previous year a donation was agreed by Mr & Mrs Panesar, in memory of their Mother, providing £31,500 for the provision of lift equipment accounted for as a restricted fund. Work commenced during the year and the lift was commissioned during 2020.

14. CONTINGENT LIABILITIES

The charity has a contingent liability for circa £59k, in respect of a legal action outlined in the note on Post Balance Sheet Events.

continued...

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.

16. POST BALANCE SHEET EVENTS

Since the Balance Sheet date the charity has been subject to 'legal action' & the total estimated financial effect of the action is currently estimated at between £55k - £60k

As the claim only arose after the balance sheet date it is considered to be a non-adjusting event and no provision has been made in these financial statements in respect of the action,

17. ULTIMATE CONTROLLING PARTY

The Charity is controlled by its Management Committee acting as director/trustees

18. SHARE CAPITAL

The company is limited by guarantee and has no share capital.

In the event of a winding up, the Council of Management shall exercise their right to give and transfer the assets of the Sabha to the Shromani Gurudawara Parbanthak Committee, Amritsar, India or any other institution or institutions having charitable objectives similar to the objectives of the Sabha.