

REGISTERED CHARITY NUMBER: SC000306

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024
FOR
CENTRAL GURDWARA SINGH SABHA - GLASGOW**

Bannerman Johnstone Maclay Limited
Chartered Accountants
and Statutory Auditor
213 St Vincent Street
Glasgow
G2 5QY

CENTRAL GURDWARA SINGH SABHA - GLASGOW

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

	Page
Report of the Trustees	1 to 4
Report of the Independent Auditors	5 to 7
Statement of Financial Activities	8
Balance Sheet	9
Statement of Cash Flows	10
Notes to the Statement of Cash Flows	11
Notes to the Financial Statements	12 to 20

CENTRAL GURDWARA SINGH SABHA - GLASGOW

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their report with the financial statements of the charity for the year ended 31 March 2024. 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 objectives of the charity are:

- The promotion of the Sikh religion, Sikh culture and Sikh brotherhood through the provision of educational facilities, the organisation of communal activities and the running and maintenance of the Gurdwara building.
- Through education of Sikh religion by holding classes
- Through education of Punjabi/Gurmukhi Language and having classes
- Facilitation of major Sikh life events e.g. birth, funeral services, marriage, baptism (Amrit Sanchaar)
- Hospital chaplaincy service
- Providing Guru Ka Langar on a regular basis (community free-kitchen for all)

Significant activities

We currently run regular classes within the Gurdwara educating the community whether it be Gurmukh (religious) education or Punjabi (language) classes. In addition to this, we run weekly sewing classes, yoga classes, music classes, martial art classes and a drop in centre for 60+.

In addition to this, we carry our regular school tours, interfaith tours and events and host Glasgow open day tours plus private tours.

We also celebrate all the significant Sikh calendar events throughout the year.

The Gurdwara also hosts funerals and weddings.

Sunday is undoubtedly the busiest day at the Gurdwara with a footfall of one thousand plus congregation members which is ever increasing.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities shows a deficit for the year to 31 March 2024 of £3,953,318 (2023: surplus of £193,495) and, as of that date, the charity had a positive Balance Sheet position of £1,013,190 (2023: £4,966,508). The deficit for the year was due to an impairment loss of £4,242,734 after a valuation was completed on the properties held by the charity, otherwise the charity would have shown an improved result in comparison to the previous year. The trustees remain committed to ensuring that an overall surplus position is generated each year.

Principal funding sources

The principal source of income that support the charitable objectives are donations received from the members of the congregation and the wider Sikh community. During the year, donations of £490,448 (2023: £434,278) were received.

There have been 25 members of the congregation who have set up regular standing orders donations, also the number of congregation have been steadily rising after 2022. The number of ad hoc donations has also been higher from the congregation too following this same pattern.

In addition, the 138 Berkeley Street building the Gurdwara owns has been rented to a community charity which is providing further income.

CENTRAL GURDWARA SINGH SABHA - GLASGOW

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

FINANCIAL REVIEW

Expenditure

The largest expense of the charity is for the interest on the loan used to fund the building of the new Gurdwara. The Bank of England base rate was at its highest at 5.25% in August 2023, resulting in the loan repayments peaking during this financial year. Premises costs have also notably increased on last year, particularly with utilities. However, through the continued support of the Sikh community, these additional outgoings were comfortably met.

Investment policy and objectives

General funds are held in bank accounts so that the funds are held in a risk free and liquid form. The charity seeks to obtain the best rate of interest it can in respect of these funds.

Reserves policy

The trustees monitor the reserves and future commitments to ensure a continuing ability to meet the charity's objectives and liabilities. The policy is to aim to retain sufficient funds required to meet regular commitments for a period of three months, in-line with OSCR guidance. The reserves policy will be reviewed and revised as necessary during the next financial year.

Currently the trustees hold in excess of £100,000 in a high interest bearing account in case of any emergencies.

Going concern

The trustees are also committed to ensuring that the charity has sufficient funds to allow it to continue for a period of 12 months from the approval date of these accounts. With another surplus posted for the year and with the cash reserves in place, the trustees consider it appropriate to prepare the financial statements on the going concern basis.

FUTURE PLANS

As cashflow improves we would like to develop the adjacent land to the Gurdwara following detailed discussions with the congregation. In addition, with regards to the 134 Berkeley Street property, we are in discussion with various community members with a view to developing the site.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

The charity has four permanent trustees. The appointment of any new trustees and the re-election of existing trustees shall be in accordance with the constitution of charity.

The appointment of new trustees will be at the discretion of the current trustees as per the constitution.

Organisational structure

The charity is governed by four permanent trustees, who are responsible for the overall direction of the charity in meeting its objectives. However, the trustees have formally delegated the day-to-day management of the Gurdwara, including the oversight of routine operations and financial matters, to the Management Committee. This committee is made up of elected office bearers, including the President, Vice-President, Treasurer, General Secretary and Assistant Secretary, who carry out their roles on a voluntary basis. The trustees, as per the constitution, appoint the positions on the Management Committee on a 2 yearly term. The management committee will then have the discretion to appoint or elect a wider committee to assist.

CENTRAL GURDWARA SINGH SABHA - GLASGOW

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Responsibility for the running of the Gurdwara, and therefore the charity, is shared between the trustees and the Management Committee. While the Management Committee oversees the majority of the day-to-day functions and decision-making, the Trustees remain actively involved in key matters, particularly those concerning end-of-year financial reporting, significant capital projects, dealings with financial institutions and professional and legal services, and the oversight of property and surplus funds, specifically those relating to 134 and 138 Berkeley Street.

This shared governance model reflects the collaborative approach taken by both the trustees and the Management Committee, ensuring both compliance with OSCR regulations and the effective operational management of the charity. In recognition of this shared responsibility, the trustees have agreed that both a trustee and a member of the Management Committee will sign the Report of the Trustees. This more accurately reflects the joint involvement of both parties in the financial oversight of the charity, though the trustees accept that they hold ultimate responsibility.

Induction and training of new trustees

New trustees are made aware of any essential information required for their role with the charity by the existing trustees, including their rights and responsibilities under the Scottish Charity Regulator's Guidance: Guidance and good practice for charity trustees.

Risk management

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

The principal risk, and plan for mitigating this, is around the areas of loss of donation income. There is a risk that income could fall below the level required to maintain the Gurdwara and cover the charity's running costs. This is mitigated by regular communication of the charity's vision and financial needs to the Gurdwara community and the close monitoring of the financial health of the charity by the trustees and management committee.

Appointment of auditor

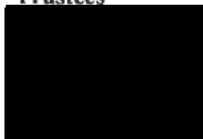
Following the year-end, the trustees and Management Committee appointed Bannerman Johnstone MacLay Limited as the charity's auditor in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). The appointment was made to ensure compliance with the statutory audit requirement based on the charity's income, which had exceeded the statutory audit threshold for the financial year.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
SC000306

Principal address
174 - 176 Berkeley Street
Glasgow
G3 7HY

Trustees



CENTRAL GURDWARA SINGH SABHA - GLASGOW

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Bannerman Johnstone Maclay Limited
Chartered Accountants
and Statutory Auditor
213 St Vincent Street
Glasgow
G2 5QY

Management Committee

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under charity law the trustees must not approve the financial statements unless they are satisfied that they 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 charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and The Charities Accounts (Scotland) Regulations 2006 (as amended). 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.

Approved by order of the board of trustees on 5 December 2025 and signed on its behalf by:

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF CENTRAL GURDWARA SINGH SABHA - GLASGOW

Opinion

We were engaged to audit the financial statements of Central Gurdwara Singh Sabha - Glasgow (the 'charity') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 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 Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for qualified opinion

We were appointed as auditor of the charity after the beginning of the financial year. The financial statements for the year ended 31 March 2023 were not audited, and we were therefore unable to obtain sufficient appropriate audit evidence regarding the opening balances.

In particular, we were unable to obtain evidence to confirm the completeness and accuracy of the amounts owed to other creditors, including amounts owed to certain individuals. As the opening creditors affect the determination of the results for the current year, we were unable to determine whether any adjustments might have been necessary to the statement of financial activities.

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 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 qualified opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

An overview of the scope of our audit

We were appointed as auditors of the charity after the year end and, accordingly, did not perform certain year-end processes or audit testing during the financial year. However, we have been able to obtain sufficient and appropriate audit evidence regarding these matters through alternative audit procedures and enquiries. Our opinion is not modified in respect of this matter.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF CENTRAL GURDWARA SINGH SABHA - GLASGOW

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

Except for the matters described in the Basis of Qualified Opinion section, we have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulation 2006 (as amended) 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
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 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.

- We obtained an understanding of the legal and regulatory frameworks applicable to the charity and the sector in which it operates, focusing on those with a direct effect on the financial statements. We determined that the following laws and regulations were the most significant: the Charities and Trustee Investment (Scotland) Act 2005 and the Charity SORP.
- We obtained an understanding of how the charity is complying with those legal and regulatory frameworks by making enquires to the management committee and those charged with governance and corroborated these responses through our review of trustees meeting minutes and other relevant documentation.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF CENTRAL GURDWARA SINGH SABHA - GLASGOW

- We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, and identified management override of controls and revenue recognition (cut-off and completeness) as the areas with the greatest risk of fraud. To address these risks, the audit procedures performed by the engagement team included:
 - identifying and assessing the design and effectiveness of controls management has in place to prevent and detect fraud;
 - understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
 - reviewing financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
 - substantively testing a sample of revenue transactions, focusing on donations, to ensure completeness and cut-off around year end has been appropriately applied; and
 - assessing the extent of compliance with relevant laws and regulations.
- Engagement team members were also briefed on relevant laws, regulations and potential fraud risks, and were reminded to remain alert to indications of non-compliance throughout the audit.

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

A further description of our responsibilities 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 charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. 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 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Bannerman Johnstone Maclay Limited
Chartered Accountants
and Statutory Auditor

Eligible for appointment as auditors of the charity under regulation 10(2) of the Charities Accounts (Scotland) Regulations by virtue of its eligibility under section 1212 of the Companies Act 2006.

213 St Vincent Street
Glasgow
G2 5QY

5 December 2025

CENTRAL GURDWARA SINGH SABHA - GLASGOW

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2024**

		2024 Unrestricted fund £	2023 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	<u>578,042</u>	<u>472,629</u>
EXPENDITURE ON			
Charitable activities	3		
The promotion of the Sikh religion, culture and brotherhood		282,626	279,134
Professional fees including auditor's remuneration		6,000	-
Other	8	<u>4,242,734</u>	<u>-</u>
Total		<u>4,531,360</u>	<u>279,134</u>
NET (EXPENDITURE)/INCOME		(3,953,318)	193,495
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>4,966,508</u>	<u>4,773,013</u>
TOTAL FUNDS CARRIED FORWARD		<u>1,013,190</u>	<u>4,966,508</u>

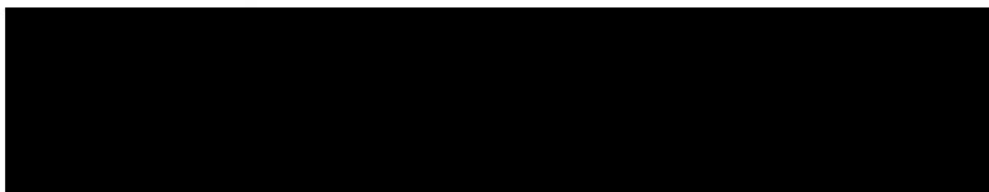
The notes form part of these financial statements

CENTRAL GURDWARA SINGH SABHA - GLASGOW

BALANCE SHEET 31 MARCH 2024

		2024 Unrestricted fund £	2023 Total funds £
FIXED ASSETS	Notes		
Tangible assets	8	3,311,068	7,528,828
CURRENT ASSETS			
Debtors	9	-	25,000
Investments	10	100,000	-
Cash at bank		50,034	97,296
		150,034	122,296
CREDITORS			
Amounts falling due within one year	11	(573,253)	(629,683)
NET CURRENT ASSETS		(423,219)	(507,387)
TOTAL ASSETS LESS CURRENT LIABILITIES		2,887,849	7,021,441
CREDITORS			
Amounts falling due after more than one year	12	(1,874,659)	(2,054,933)
NET ASSETS		1,013,190	4,966,508
FUNDS	15		
Unrestricted funds		1,013,190	4,966,508
TOTAL FUNDS		1,013,190	4,966,508

The financial statements were approved by the Board of Trustees and authorised for issue on 5 December 2025 and were signed on its behalf by:



The notes form part of these financial statements

CENTRAL GURDWARA SINGH SABHA - GLASGOW

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2024**

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	387,725	308,069
Interest paid		<u>(126,905)</u>	<u>(95,928)</u>
Net cash provided by operating activities		<u>260,820</u>	<u>212,141</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(36,999)	-
Movement in current asset investments		<u>(100,000)</u>	<u>-</u>
Net cash (used in)/provided by investing activities		<u>(136,999)</u>	<u>-</u>
Cash flows from financing activities			
Loan repayments in year		<u>(171,083)</u>	<u>(204,476)</u>
Net cash used in financing activities		<u>(171,083)</u>	<u>(204,476)</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(47,262)	7,665
Cash and cash equivalents at the beginning of the reporting period		<u>97,296</u>	<u>89,631</u>
Cash and cash equivalents at the end of the reporting period		<u><u>50,034</u></u>	<u><u>97,296</u></u>

The notes form part of these financial statements

CENTRAL GURDWARA SINGH SABHA - GLASGOW

NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2024

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(3,953,318)	193,495
Adjustments for:		
Depreciation charges	12,023	83,645
Interest paid	126,905	95,928
Impairment losses	4,242,734	-
Decrease in debtors	25,000	-
Decrease in creditors	(65,619)	(64,999)
Net cash provided by operations	<u>387,725</u>	<u>308,069</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.23 £	Cash flow £	At 31.3.24 £
Net cash			
Cash at bank	97,296	(47,262)	50,034
Less: Deposits treated as liquid resources	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>
	<u>97,296</u>	<u>(147,262)</u>	<u>(49,966)</u>
Liquid resources			
Deposits included in cash	<u>-</u>	<u>100,000</u>	<u>100,000</u>
	<u>-</u>	<u>100,000</u>	<u>100,000</u>
Debt			
Debts falling due within 1 year	(249,208)	(9,191)	(258,399)
Debts falling due after 1 year	<u>(2,054,933)</u>	<u>180,274</u>	<u>(1,874,659)</u>
	<u>(2,304,141)</u>	<u>171,083</u>	<u>(2,133,058)</u>
Total	<u>(2,206,845)</u>	<u>123,821</u>	<u>(2,083,024)</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities and Trustee Investment (Scotland) Act 2005. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

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 £.

Critical accounting judgements and key sources of estimation uncertainty

In preparing the financial statements, the trustees are required to make estimates and assumptions which affect reported income, expenses, assets, and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with past experience and expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

The trustees are satisfied that the accounting policies are appropriate and applied consistently. Key sources of estimation have been applied in determining the depreciation rates.

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.

Grant income

Where applicable, grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and that the charity will comply with all attached conditions. Where the grant income relates to a particular expense item, the grant income is recognised in the Statement of Financial Activities over the same period as the expense it is intended to compensate.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. The charity is not registered for VAT and expenditure therefore includes any VAT which cannot be recovered, and is reported as part of the expenditure to which it relates.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities, those costs of an indirect nature necessary to support them.

Governance costs comprise those costs involving the public accountability of the charity and its compliance with regulations and good practice. They therefore include the costs of the audit and other services linked to the strategic management of the charity.

Cash and cash equivalents

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

CENTRAL GURDWARA SINGH SABHA - GLASGOW

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Fixed assets are capitalised at cost, less accumulated depreciation and accumulated impairment losses. Depreciation is provided at the following annual rates in order to write off each asset to its residual value over its estimated useful life.

Freehold property	-	2% straight line
Fixtures and fittings	-	25% on reducing balance

For property assets, an impairment review is performed each year. Independent professional valuations may be obtained periodically to assist the trustees in assessing whether the carrying amount of the properties is consistent with their recoverable amount, but such valuations are not reflected in the accounts unless they indicate an impairment. Where an impairment loss is identified, it is recognised in the Statement of Financial Activities in the period in which it arises.

Current asset investments

Current asset investments include short-term deposits and other investments that are not cash equivalents as defined under FRS 102. These investments are measured at amortised cost, being the amount initially recognised less any repayments and adjusted for amortisation of any premium or discount using the effective interest method. Deposits with original maturities greater than three months are classified as current asset investments.

Taxation

The charity is exempt from 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.

Pension costs and other post-retirement benefits

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

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Other debtors are recognised at the settlement amount.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Other creditors are recognised at their settlement amount.

CENTRAL GURDWARA SINGH SABHA - GLASGOW**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024****1. ACCOUNTING POLICIES - continued****Prior period adjustment**

During the preparation of the current year's accounts, the auditor identified an inconsistency between the net movement in funds reported in the Statement of Financial Activities (SoFA) and the total funds shown in the Balance Sheet at 31 March 2023.

The discrepancy arose due to a misposting of certain items of expenditure, as well as a misclassification within tangible fixed assets and other creditors. The comparative figures at 31 March 2023 have been restated to correct these errors. A reconciliation of the opening reserves is set out below.

	2023 £
Reserves as previously stated	4,758,449
Correction to expenditure misposting to Statement of Financial Activities	(6,632)
Misclassification of tangible fixed assets	419,727
Misclassification of other creditors	<u>(205,036)</u>
Reserves as restated at 31 March 2023	<u><u>4,966,508</u></u>

2. DONATIONS AND LEGACIES

	2024 £	2023 £
Donations	490,448	434,278
Gift aid	70,135	10,418
Grants	850	20,000
Other income	<u>16,609</u>	<u>7,933</u>
	<u><u>578,042</u></u>	<u><u>472,629</u></u>

Grants received, included in the above, are as follows:

	2024 £	2023 £
Glasgow City Council - Punjabi School	850	-
Scottish Government	<u>-</u>	<u>20,000</u>
	<u><u>850</u></u>	<u><u>20,000</u></u>

CENTRAL GURDWARA SINGH SABHA - GLASGOW

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

3. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 4) £	Totals £
The promotion of the Sikh religion, culture and brotherhood	282,626	-	282,626
Professional fees including auditor's remuneration	-	6,000	6,000
	<u>282,626</u>	<u>6,000</u>	<u>288,626</u>

4. SUPPORT COSTS

	Governance costs £
Professional fees including auditor's remuneration	<u>6,000</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2024 nor for the year ended 31 March 2023.

6. STAFF COSTS

	2024 £	2023 £
Wages and salaries	33,303	14,836
Other pension costs	<u>215</u>	<u>-</u>
	<u>33,518</u>	<u>14,836</u>

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

	2024	2023
Ceremony, worship and Gurdwara duties	<u>3</u>	<u>2</u>

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

The charity considers its key management personnel to comprise the trustees and management committee only.

CENTRAL GURDWARA SINGH SABHA - GLASGOW

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	<u>472,629</u>
EXPENDITURE ON	
Charitable activities	
The promotion of the Sikh religion, culture and brotherhood	<u>279,134</u>
NET INCOME	193,495
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>4,773,013</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>4,966,508</u></u>

8. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST OR VALUATION			
At 1 April 2023	7,997,424	74,610	8,072,034
Additions	-	36,999	36,999
Impairments	<u>(4,722,424)</u>	<u>-</u>	<u>(4,722,424)</u>
At 31 March 2024	<u>3,275,000</u>	<u>111,609</u>	<u>3,386,609</u>
DEPRECIATION			
At 1 April 2023	479,688	63,518	543,206
Charge for year	-	12,023	12,023
Impairments	<u>(479,688)</u>	<u>-</u>	<u>(479,688)</u>
At 31 March 2024	<u>-</u>	<u>75,541</u>	<u>75,541</u>
NET BOOK VALUE			
At 31 March 2024	<u>3,275,000</u>	<u>36,068</u>	<u>3,311,068</u>
At 31 March 2023	<u>7,517,736</u>	<u>11,092</u>	<u>7,528,828</u>

CENTRAL GURDWARA SINGH SABHA - GLASGOW**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024****8. TANGIBLE FIXED ASSETS - continued**

Cost or valuation at 31 March 2024 is represented by:

	Freehold property £	Fixtures and fittings £	Totals £
Valuation in 2024	(4,722,424)	-	(4,722,424)
Cost	<u>7,997,424</u>	<u>111,609</u>	<u>8,109,033</u>
	<u>3,275,000</u>	<u>111,609</u>	<u>3,386,609</u>

During the year, the trustees commissioned an independent valuation of the charity's properties to assess whether any impairment adjustment was required. The valuation was carried out in November 2025 by Shepherd Chartered Surveyors, an independent firm of qualified valuers regulated by the Royal Institution of Chartered Surveyors (RICS). The valuation was performed on the basis of open market value for existing use.

The valuation indicated a total market value of £3,275,000, compared with the previous carrying amount of £7,517,736. As a result, the trustees recognised an impairment loss of £4,242,734 in the Statement of Financial Activities.

The trustees consider that the revised carrying amount represents the recoverable amount of the properties as at the balance sheet date.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Other debtors	<u>-</u>	<u>25,000</u>

During the year, the charity wrote off a debtor of £25,000 (2023: £nil) which related to a historical amount pledged in relation to the charity's car park. After fully considering its recoverability, the trustees determined it was appropriate to write off the amount in full.

10. CURRENT ASSET INVESTMENTS

	2024 £	2023 £
Short term deposits	<u>100,000</u>	<u>-</u>

Investments in short term deposits have an original maturity of 12 months or less. At the balance sheet date, the only deposit held is a fixed-term deposit due to mature in November 2024. The interest rate was 5%. The investment is not readily convertible to cash without penalty and is therefore excluded from cash and cash equivalents.

CENTRAL GURDWARA SINGH SABHA - GLASGOW

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Bank loans and overdrafts (see note 13)	258,399	249,208
Other creditors	288,220	380,475
Accrued expenses	<u>26,634</u>	<u>-</u>
	<u>573,253</u>	<u>629,683</u>

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

	2024	2023
	£	£
Bank loans (see note 13)	<u>1,874,659</u>	<u>2,054,933</u>

13. LOANS

An analysis of the maturity of loans is given below:

	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>258,399</u>	<u>249,208</u>
Amounts falling between one and two years:		
Bank loans	<u>258,399</u>	<u>249,208</u>
Amounts falling due between two and five years:		
Bank loans	<u>746,864</u>	<u>729,290</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans	869,396	1,076,435

14. SECURED DEBTS

The following secured debts are included within creditors:

	2024	2023
	£	£
Bank of Scotland term loan	<u>2,111,391</u>	<u>2,272,474</u>

On completion of the new Gurdwara, the borrowings were converted to a term loan with Bank of Scotland, repayable over the period until 2032. This loan has a standard security over the Gurdwara.

CENTRAL GURDWARA SINGH SABHA - GLASGOW

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024

15. MOVEMENT IN FUNDS

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	4,966,508	(3,953,318)	1,013,190
TOTAL FUNDS	<u>4,966,508</u>	<u>(3,953,318)</u>	<u>1,013,190</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	578,042	(4,531,360)	(3,953,318)
TOTAL FUNDS	<u>578,042</u>	<u>(4,531,360)</u>	<u>(3,953,318)</u>

Comparatives for movement in funds

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	4,773,013	193,495	4,966,508
TOTAL FUNDS	<u>4,773,013</u>	<u>193,495</u>	<u>4,966,508</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	472,629	(279,134)	193,495
TOTAL FUNDS	<u>472,629</u>	<u>(279,134)</u>	<u>193,495</u>

CENTRAL GURDWARA SINGH SABHA - GLASGOW**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024****15. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.22 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	4,773,013	(3,759,823)	1,013,190
TOTAL FUNDS	<u>4,773,013</u>	<u>(3,759,823)</u>	<u>1,013,190</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,050,671	(4,810,494)	(3,759,823)
TOTAL FUNDS	<u>1,050,671</u>	<u>(4,810,494)</u>	<u>(3,759,823)</u>

16. RELATED PARTY DISCLOSURES

Donations totalling £78,000 were received from CG Berkley Properties Limited. One of the trustees, [REDACTED] is a director of this company. This company was incorporated in order to perform trading activities linked to the Gurdwara.

17. NON AUDIT SERVICES

In common with other charities of our size, we use our auditors to assist in the preparation of the financial statements.