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 31 DECEMBER 2025

# MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

## LEGAL AND ADMINISTRATIVE INFORMATION

| | | |
|---|---|---|
| **Trustees** | Mr G S Chaggar | |
| | Mrs P K Chakkar | (Appointed 10 December 2025) |
| | Mr P S Dehl | |
| | Mr B S Dhudwar | |
| | Mr B S Ghattaora | |
| | Mr A S Kooner | |
| | Mr S S Sahota | |
| | Mr S S Sandhu | |
| | Mr M S Shokar | |
| | Mr A Singh | |
| | Mr P Singh | |
| | Mrs J K Thind | |
| **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<br>Rochester<br>Kent<br>ME1 3QU | |
| **Auditor** | Samuels LLP<br>3 Locks Yard<br>High Street<br>Sevenoaks<br>Kent<br>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 31 DECEMBER 2025*

The trustees present their annual report and financial statements for the year ended 31 December 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the 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 £150,032 (2024 £152,993) have been made against this loan and £699,933 (2024 £800,075) remains outstanding.

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

A surplus of £265,726 (2024 £172,091) was recorded in the year ended 31st December 2025 which increased accumulated funds as at 31st December 2025 to £3,478,457 (2024 £3,212,730).

Expenditure increased by £57,222 to £372,001(2024 £314,780).

Income also increased by £150,856 to £637,727 (2024 £486,871).

Included within the donations to institutions during the year was a donation of £20,000 to Khalsa Aid.

*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 | |
| Mrs P K Chakkar | (Appointed 10 December 2025) |
| Mr P S Dehl | |
| Mr B S Dhudwar | |
| Mr B S Ghattaora | |
| Mr A S Kooner | |
| Mr S S Sahota | |
| Mr S S Sandhu | |
| Mr M S Shokar | |
| Mr A Singh | |
| Mr P Singh | |
| Mrs J K Thind | |
| Mr K S Dhillion | (Resigned 17 November 2025) |
| Mr R B Kaur | (Resigned 17 November 2025) |
| Mr S S Pataria | (Resigned 17 November 2025) |

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

The Election Board shall consist 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 shall be 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 will be eligible for casting the vote. All or any members of the previous council shall be eligible for re-election.
- The Council of Management shall consist of twenty-four members, plus the Chairperson.
- There will be EIGHT members, (minimum of two female members), from each of the following areas:

i. Strood and surrounding rural suburbs

i. Rochester and surrounding rural suburbs

i. 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.

**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: 22/10/2026

# MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

## STATEMENT OF CHARITY RESPONSIBILITIES

### *FOR THE YEAR ENDED 31 DECEMBER 2025*

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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in 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.

# MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

## 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 31 December 2025 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 31 December 2025 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;

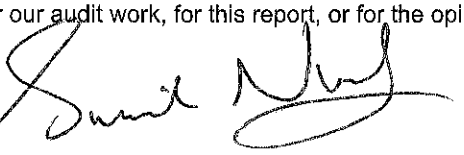
There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance 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**
For and on behalf of Samuels LLP, Statutory Auditor
Chartered Accountants
3 Locks Yard
High Street
Sevenoaks
Kent
TN13 1LT
Date: 22nd Oct 2026

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 31 DECEMBER 2025*

| | Notes | Unrestricted funds 2025 £ | Restricted funds 2025 £ | Total 2025 £ | Unrestricted funds 2024 £ | Restricted funds 2024 £ | Total 2024 £ |
|---|---|---|---|---|---|---|---|
| **Income from:** | | | | | | | |
| Donations and legacies | 3 | 628,681 | 7,250 | 635,931 | 479,879 | 5,000 | 484,879 |
| Investments | 4 | 1,796 | - | 1,796 | 1,992 | - | 1,992 |
| **Total income** | | 630,477 | 7,250 | 637,727 | 481,871 | 5,000 | 486,871 |
| **Expenditure on:** | | | | | | | |
| Charitable activities | 5 | 322,111 | - | 322,111 | 253,869 | - | 253,869 |
| Other expenditure | 9 | 49,890 | - | 49,890 | 60,910 | - | 60,910 |
| **Total expenditure** | | 372,001 | - | 372,001 | 314,779 | - | 314,779 |
| **Net income** | | 258,476 | 7,250 | 265,726 | 167,092 | 5,000 | 172,092 |
| Transfers between funds | | 2,540 | (2,540) | - | - | - | - |
| **Net movement in funds** | 6 | 261,016 | 4,710 | 265,726 | 167,092 | 5,000 | 172,092 |
| **Reconciliation of funds:** | | | | | | | |
| Fund balances at 31 December 2024 | | 3,207,731 | 5,000 | 3,212,731 | 3,040,639 | - | 3,040,639 |
| **Fund balances at 31 December 2025** | | 3,468,747 | 9,710 | 3,478,457 | 3,207,731 | 5,000 | 3,212,731 |

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 31 DECEMBER 2025*

| | Notes | 2025 £ | 2025 £ | 2024 £ | 2024 £ |
|---|---|---|---|---|---|
| **Fixed assets** | | | | | |
| Tangible assets | 11 | | 3,719,738 | | 3,700,279 |
| **Current assets** | | | | | |
| Debtors | 12 | 5,948 | | 46,773 | |
| Cash at bank and in hand | | 471,958 | | 276,890 | |
| | | 477,906 | | 323,663 | |
| **Creditors: amounts falling due within one year** | 14 | (114,460) | | (103,216) | |
| **Net current assets** | | | 363,446 | | 220,447 |
| **Total assets less current liabilities** | | | 4,083,184 | | 3,920,726 |
| **Creditors: amounts falling due after more than one year** | 15 | | (604,727) | | (707,995) |
| **Net assets** | | | 3,478,457 | | 3,212,731 |
| **The funds of the charity** | | | | | |
| Restricted income funds | 17 | | 9,710 | | 5,000 |
| Unrestricted funds | 18 | | 3,468,747 | | 3,207,731 |
| | | | 3,478,457 | | 3,212,731 |

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2025.

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 22/10/2026

P S Dehl

Mr P S Dehl

Mr A S Kooner

## 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 2025 £ | Restricted funds 2025 £ | Total 2025 £ | Unrestricted funds 2024 £ | Restricted funds 2024 £ | Total 2024 £ |
|---|---|---|---|---|---|---|
| Donations and gifts | 628,681 | - | 628,681 | 479,879 | - | 479,879 |
| Grants | - | 7,250 | 7,250 | - | 5,000 | 5,000 |
| | 628,681 | 7,250 | 635,931 | 479,879 | 5,000 | 484,879 |

## 4 Income from investments

| | Unrestricted funds 2025 £ | Unrestricted funds 2024 £ |
|---|---|---|
| Interest receivable | 1,796 | 1,992 |

## 5 Expenditure on charitable activities

| | Charitable Activities 2025 | Depreciation 2025 | Support Costs 2025 | Total 2025 | Charitable Activities 2024 | Depreciation 2024 | Support Costs 2024 | Total 2024 |
|---|---|---|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ | £ | £ | £ |
| Staff costs | - | - | 94,401 | 94,401 | - | - | 82,030 | 82,030 |
| Depreciation and impairment | - | 41,986 | - | 41,986 | - | 43,262 | - | 43,262 |
| Food Purchases | 34,011 | - | - | 34,011 | 28,112 | - | - | 28,112 |
| Motor Transport | 1,728 | - | - | 1,728 | 2,116 | - | - | 2,116 |
| Skips and Waste | 3,069 | - | - | 3,069 | 4,933 | - | - | 4,933 |
| Donations to Institutions | 28,134 | - | - | 28,134 | 4,423 | - | - | 4,423 |
| Rates and Water | 10,312 | - | - | 10,312 | 5,497 | - | - | 5,497 |
| Telephone | 1,239 | - | - | 1,239 | 1,156 | - | - | 1,156 |
| Postage and Stationery | 3,861 | - | - | 3,861 | 3,325 | - | - | 3,325 |
| Fire and Safety | - | - | - | - | (125) | - | - | (125) |
| Bank and Credit Card Charges | 381 | - | - | 381 | - | - | - | - |
| Insurance | 5,234 | - | - | 5,234 | 5,283 | - | - | 5,283 |
| Light and heat | 45,277 | - | - | 45,277 | 31,257 | - | - | 31,257 |
| Sundries | 10,987 | - | - | 10,987 | 267 | - | - | 267 |
| Construction, Repairs and Maintenance | 31,987 | - | - | 31,987 | 30,535 | - | - | 30,535 |
| Legal Costs | 3,006 | - | - | 3,006 | 3,398 | - | - | 3,398 |
| Auditors' Remuneration | 6,498 | - | - | 6,498 | 8,400 | - | - | 8,400 |
| | 185,724 | 41,986 | 94,401 | 322,111 | 128,577 | 43,262 | 82,030 | 253,869 |
| **Analysis by fund** | | | | | | | | |
| Unrestricted funds | 185,724 | 41,986 | 94,401 | 322,111 | 128,577 | 43,262 | 82,030 | 253,869 |

## 6 Net movement in funds

| | 2025 | 2024 |
|---|---|---|
| | £ | £ |
| 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 | 41,986 | 43,262 |

## 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:

| | 2025 | 2024 |
|---|---|---|
| | Number | Number |
| | 4 | 4 |

| Employment costs | 2025 | 2024 |
|---|---|---|
| | £ | £ |
| Wages and salaries | 91,129 | 79,916 |
| Social security costs | 1,924 | 670 |
| Other pension costs | 1,348 | 1,444 |
| | 94,401 | 82,030 |

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

## 9 Other expenditure

| | Unrestricted funds 2025 | Unrestricted funds 2024 |
|---|---|---|
| | £ | £ |
| Financing costs | 49,890 | 60,910 |

## 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 31 December 2024 | 4,188,025 | 7,751 | 135,824 | 4,331,600 |
| Additions | 61,445 | - | - | 61,445 |
| At 31 December 2025 | 4,249,470 | 7,751 | 135,824 | 4,393,045 |
| **Depreciation and impairment** | | | | |
| At 31 December 2024 | 505,952 | 1,938 | 123,431 | 631,321 |
| Depreciation charged in the year | 37,435 | 1,453 | 3,098 | 41,986 |
| At 31 December 2025 | 543,387 | 3,391 | 126,529 | 673,307 |
| **Carrying amount** | | | | |
| At 31 December 2025 | 3,706,083 | 4,360 | 9,295 | 3,719,738 |
| At 30 December 2024 | 3,682,073 | 5,813 | 12,393 | 3,700,279 |

### 12 Debtors

| | 2025 | 2024 |
|---|---|---|
| **Amounts falling due within one year:** | £ | £ |
| Prepayments and accrued income | 5,948 | 46,773 |

### 13 Loans and overdrafts

| | 2025 | 2024 |
|---|---|---|
| | £ | £ |
| Bank loans | 699,870 | 800,078 |
| Payable within one year | 95,143 | 92,083 |
| Payable after one year | 604,727 | 707,995 |

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 Lankaster 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 | 2025 £ | 2024 £ |
|---|---|---|---|
| Bank loans | 13 | 95,143 | 92,083 |
| Other taxation and social security | | 1,716 | 577 |
| Trade creditors | | 2,703 | 2,373 |
| Other creditors | | - | (217) |
| Accruals and deferred income | | 14,898 | 8,400 |
| | | 114,460 | 103,216 |

## 15 Creditors: amounts falling due after more than one year

| | Notes | 2025 £ | 2024 £ |
|---|---|---|---|
| Bank loans | 13 | 604,727 | 707,995 |

## 16 Retirement benefit schemes

| Defined contribution schemes | 2025 £ | 2024 £ |
|---|---|---|
| Charge to profit or loss in respect of defined contribution schemes | 1,348 | 1,444 |

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 31 December 2024 £ | Incoming resources £ | Transfers £ | At 31 December 2025 £ |
|---|---|---|---|---|
| Yoga Grant | 5,000 | 7,250 | (2,540) | 9,710 |

| Previous year: | At 31 December 2023 £ | Incoming resources £ | Transfers £ | 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 31 December 2024 | Incoming resources | Resources expended | Transfers | At 31 December 2025 |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| General funds | 3,207,731 | 630,477 | (372,001) | 2,540 | 3,468,747 |

| Previous year: | At 31 December 2023 | Incoming resources | Resources expended | Transfers | At 30 December 2024 |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| General funds | 2,888,377 | 481,871 | (314,779) | - | 3,055,469 |
| ***Warning: Balance c/f from prior period does not equal balance b/f in current period*** | | | | | 3,207,731 |

### 19 Analysis of net assets between funds

| | Unrestricted funds 2025 | Restricted funds 2025 | Total 2025 |
|---|---|---|---|
| | £ | £ | £ |
| **At 31 December 2025:** | | | |
| Tangible assets | 3,719,738 | - | 3,719,738 |
| Programme related assets | (9,710) | 9,710 | - |
| Current assets/(liabilities) | 363,446 | - | 363,446 |
| Long term liabilities | (604,727) | - | (604,727) |
| | 3,468,747 | 9,710 | 3,478,457 |

| | Unrestricted funds 2024 | Restricted funds 2024 | Total 2024 |
|---|---|---|---|
| | £ | £ | £ |
| **At 30 December 2024:** | | | |
| Tangible assets | 3,700,279 | - | 3,700,279 |
| Current assets/(liabilities) | 215,447 | 5,000 | 220,447 |
| Long term liabilities | (707,995) | - | (707,995) |
| | 3,207,731 | 5,000 | 3,212,731 |

### 20 Related party transactions

There were no disclosable related party transactions during the year (2024 - none).

| | 2025<br>£ | 2024<br>£ |
|---|---|---|
| **INCOME AND ENDOWMENTS** | | |
| **Donations and legacies** | | |
| Donations | 513,330 | 393,991 |
| Gift Aid | 115,351 | 85,888 |
| Grant income | 7,250 | 5,000 |
| Donated services and facilities | - | - |
| | 635,931 | 484,879 |
| **Investment income** | | |
| Deposit account interest | 1,722 | 624 |
| Other interest receivable | 74 | 1,368 |
| | 1,796 | 1,992 |
| **EXPENDITURE** | | |
| **Charitable activities** | | |
| Food Purchases | 34,011 | 28,113 |
| Motor transport | 1,728 | 2,116 |
| Skips and Waste | 3,069 | 4,933 |
| Donations to institutions | 28,134 | 4,423 |
| Rates and Water | 10,312 | 5,497 |
| Telephone | 1,239 | 1,156 |
| Postage and Stationery | 3,861 | 3,325 |
| Fire and Safety | - | (125) |
| Bank and Credit Card Charges | 381 | - |
| Insurance | 5,234 | 5,283 |
| Light and Heat | 45,277 | 31,257 |
| Sundries | 10,987 | 267 |
| Construction, Repairs and Maintenance | 31,987 | 30,535 |
| Legal and Professional Costs | 3,006 | 3,398 |
| Auditors' Remuneration | 6,498 | 8,400 |
| | 185,724 | 128,578 |
| **Support Costs** | | |
| Wages | 91,129 | 79,916 |
| Social Security | 1,924 | 670 |
| Pensions | 1,348 | 1,444 |
| | 94,401 | 82,030 |
| **Depreciation** | | |
| Freehold property | 37,435 | 37,193 |
| Fixtures and Fittings | 3,098 | 4,131 |
| Plant and Machinery | 1,453 | 1,938 |
| | 41,986 | 43,262 |
| **Other Costs** | | |
| Bank Loan Interest | 49,890 | 60,910 |
| | 49,890 | 60,910 |
| Total Resources Expended | 372,001 | 314,780 |
| **Surplus/(Deficit) for the year** | 265,726 | 172,091 |

# MEDWAY TOWNS GURUDAWARA SABHA LIMITED (THE)

## DETAILED PROFIT AND LOSS ACCOUNT

*FOR THE YEAR ENDED 31 DECEMBER 2025*