



# **S I V A Y O G A M**

**(Charity Registered No.1050398)**

**ANNUAL REPORT AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 MARCH 2016**

**Adrian & Co.**

**Chartered Certified Accountants & Registered Auditors  
1417/1419, London Road, Norbury, London, SW16 4AH**

# **SIVAYOGAM**

**(Charity Registered No.1050398)**

## **TRUSTEES REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST MARCH 2016**

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# SIVAYOGAM

(Charity No. 1050398)

## TRUSTEES AND ADVISORS

### FOUNDER AND SPIRITUAL LEADER

*Sakthy Aanmeehach Chudaroli*

Mr Nagendram Seevaratnam, ACA, ACMA

### INDEPENDENT AUDITORS

Adrian & Co

Registered Auditors & Chartered Certified Accountants

1417/1419, London Road

Norbury, London SW16 4AH

### TEMPLE OMBUDSMAN

Mr.V.R. Ramanathan, FInstSMM, CertPFS,CertCII(MP)  
(Founder, Saiva Munnetta Sangam (UK))

### SOLICITORS

R & C Property Lawyers LLP

10 Upper Tooting Road

Tooting Bec, London SW17 7PG

### BOARD OF TRUSTEES

#### Chair

Miss Ambihai Seevaratnam, Msc, FCCA, MBA

#### Secretary

Mr Nimalan Seevaratnam

#### Treasurer

Mr Sanmugarajah Tanarajah, FCCA

#### Member

Dr Saravanamuthu Jeyakanthan

### BANKERS

Barclays Bank PLC

Tooting Branch, Tooting

London SW17

Clydesdale Bank

35, Regent Street

London SW1Y 4ND

Metro Bank PLC

2-24 Farnham Road, Slough

SL1 3TA

# **SIVAYOGAM**

(Charity No. 1050398)

## **ANNUAL REPORT OF THE BOARD OF TRUSTEES FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2016**

The Trustees of Sivayogam Charity present their annual report and audited accounts for the year ended 31 March 2016 and confirm they comply with the requirements of the Charities Act 2011, the trust deed and the Charities SORP.

### **The Objects of the Trust**

The charity operates under a Declaration of Trust, the governing document, which was registered with the Charity Commissioners in November 1995 under registration number 1050398. The objects of the Trust are, briefly, to advance the Hindu (Saiva) religion, to advance education in Hindu (Saiva) culture, to provide recreational facilities and relief of poverty, hardship and distress to the general public and specifically the destitute children and elders in Sri Lanka.

**Registered Office:** 41, St Georges Ave., London NW9 0JT

### **The Trustees**

The Declaration of Trust provides for at least three and not more than five trustees. The Trustees in office at the end of the year were Mr. Nimalan Seevaratnam from 06 February 2010, Mr. Sanmugarajah Tanarajah, FCCA from 03 December 2011, Miss Ambihai Seevaratnam, M.sc, FCCA, MBA from 16 June 2012 and Dr Saravanamuthu Jeyakanthan from 01 September 2012. The trustees are chosen based on their integrity, dedication and commitment to the advancement of the objectives of the charity. They are generally very well educated in Saiva religion and the Tamil culture and are deeply involved in the activities of the charity. Mr. Nagendram Seevaratnam, ACA, ACMA, the founder and Spiritual Leader, plays an important role in the day to day running of the trust acting as its Executive Officer. He receives no remuneration.

### **Activities and Public Benefits**

- a) **Temple Activities** – During the year Sivayogam ran two temples; Arulmihu London Muththumari Amman Temple at 2A Elmwood Road, Croydon CR0 2SG and Arulmihu London Natarajar Temple at 3C Ranelagh Road, Wembley, HA0 4TW. We celebrated every Hindu (Saiva) festival at the two Temples. Muththumari Amman temple was kept open to the public from 8.00 a.m. to 1.00 p.m. and 4.30 p.m. to 9.00 p.m and Natarajar temple from 8.00 a.m. to 9.00 p.m. The Hindu population found solace in the invaluable service it received at both temples.
- b) **Arulmihu London Muththumari Amman temple** that was in a leasehold property in Tooting was moved to a temporary premise at 2A, Elmwood Road, Croydon, CR0 2SG. Our effort to purchase a freehold property is vigorously continuing.
- c) **Arulmihu London Natarajar Temple** is in a freehold property which was purchased in the year 2005 and the Temple is housed in a small hall. Planning consent for a proper Hindu Saiva Temple was received in May 2011 and foundation was laid in February 2012. The construction was scheduled to commence in April 2013 but was postponed due the poor current financial situation.
- d) **Fund for the Eelam Orphans, Widows and Destitutes:** The trustees continued to fund London Sivayogam Orphanage (Annai Illam) in Mannar, London Sivayogam Girls Home in Batticaloa and Sivayoga Samajam Swamy Gengatharanandha Children's Home, Trincomalee.

## SIVAYOGAM

(Charity No. 1050398)

These are being fully financed by Sivayogam. In addition, we also provided funds towards the upkeep of 35 children during the year to 31 March 2016, out of about one hundred and fifty, who are in the orphanage run by the Hindu Board of Education. Due to inadequate funds Sivayogam's contribution was reduced since October 2013.

- e) **Sivayogam Elders' Home, Thirukketheeswaram, Sri Lanka:** During the year funds were sent to look after seven elders at the Elder's home. The building can accommodate a maximum of 40 and the intake will depend on the financial support from the congregation. We believe that the financial situation of the charity will improve as soon as a suitable freehold property for the temple is found in the near future and more contributions could be made for this purpose.
- f) **External factor that affects the activities of Sivayogam:** The Genocide of the Tamils in Sri Lanka by the Sri Lankan Government reached its climax in May 2009 and continued unabated for a few years. This has an adverse effect in the operation of Sivayogam as more than ninety per cent of the congregation is from Sri Lanka and close relatives of almost all of them were killed, disappeared or raped by the armed forces during the later years. This has caused apathy among the members of the congregation and only time can heal. This is a hard blow to the charity itself. There is heavy demand for humanitarian assistance which the charity is unable to meet at present. The trustees are helpless and do not foresee any improvement in the finances to facilitate this demand until we find a suitable property for Muththumari Amman Temple .

### Finance

The total income of the charity during the year to 31 March 2016 was £387,023 which is substantially lower than what it was before we were evicted without notice, from 180-186, Upper Tooting Road, where the main Temple was situated. We could not find an alternative suitable premise to date. We managed to find a small hall in Croydon for all the deities to be placed together. However, we are happy that we were able to manage without making a loss. We are also pleased that the congregation has donated £23,660 during the year ended 31 March 2016 towards the orphanages in Sri Lanka.

**Building Fund:** Funds accumulated for the purchase of a premise for Muththumari Amman as at 31 March 2016 is £548,842 and towards construction of a Temple for Nadarajar in Wembley is £154,083.

**Freehold property for Muththumari Amman Temple:** The trustees are still actively looking to procure a property. However, this is proving difficult due to scarcity of premises, rise in price, etc . This delay is causing concern. We are making every effort and hope we could find one shortly.

### Risk Management

The Board of Trustees has conducted its own review of the major risks to which the charity is exposed and established systems to mitigate those risks. The main risk the trustees anticipated was that of the trust failing to acquire a building for the Muththumari Amman Temple before the end of the lease of the property in Tooting.

However, from 18 July 2012 we are managing in a small hall in Croydon while ensuring the objectives of the charity are achieved in a satisfactory manner. We believe that finding a suitable property sooner will reduce the financial risk indicated above. Every effort is being made to find one, while we are proud that we have managed quite well to date.

**SIVAYOGAM**  
(Charity No. 1050398)

**Reserves policy**

The Board of Trustees established a reserve policy to carry a minimum reserve equivalent of three months of its operational budget. This has been difficult to achieve in the recent years, as the community, being disappointed and hurt, is reluctant to continue its support due to the relocation of the Amman Temple. However, the trustees have ensured a reserve of at least £25,000 was held at the end each month in the unrestricted funds while ensuring that all running expenditure was met during the period.

**Donation making policy**

No changes were made to the policy that was in practice. During the year the charity made donations totaling £31,614 towards the upkeep of the Children orphanages and Elders' Home in Sri Lanka. No donations were made during the year towards other institutions or other purposes due to shortage of funds.

**Statement of Trustees' Responsibilities:**

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

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

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

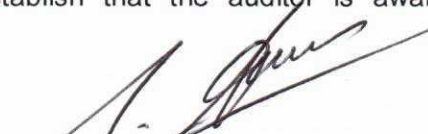
The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.



Nimalan Seevaratnam  
Secretary



Sanmugarajah Tanaraja, FCCA  
Treasurer

On behalf of the Trustees

## INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF SIVAYOGAM

We have audited the financial statements of Sivayogam for the year ended 31 March 2016 on pages 7 to 14. 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).

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and with regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

### Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' Responsibilities on page 5, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2016 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 Act 2011.

### Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient 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.

**GNANAPRAGASAM KUMAR**

Senior Statutory Auditor

Date:

28/10/2016



Adrian & Co

1417/1419 London Road  
Norbury, London, SW16 4AH

ADRIAN & CO, Chartered Certified Accountants & Statutory Auditor is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.



**SIVAYOGAM**

(Charity No. 1050398)

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2016****INCOME AND EXPENDITURE**

|  | NOTES | Unrestricted<br>Funds | Restricted<br>Funds | 2016<br>Total<br>Funds | 2015<br>Total<br>Funds |
|--|-------|-----------------------|---------------------|------------------------|------------------------|
|  |       | £                     | £                   | £                      | £                      |
| <b><u>Incoming Resources</u></b>                                   |       |                       |                     |                        |                        |
| <b>Incoming Resources from generated funds</b>                     |       |                       |                     |                        |                        |
| Voluntary Income   | 4     | 289,807               | 14,393              | 304,201                | 264,804                |
| Activities for generating funds                                    | 5     | 8,586                 |                     | 8,586                  | 5,973                  |
| Incoming resources from charitable activities                      | 6     | -                     | 74,237              | 74,237                 | 82,535                 |
| <b>Total Incoming Resources</b>                                    |       | <b>298,393</b>        | <b>88,630</b>       | <b>387,023</b>         | <b>353,311</b>         |
| <b><u>Resources Expended</u></b>                                   |       |                       |                     |                        |                        |
| <b>Cost of Activities in Furtherance of the Charity's objects:</b> |       |                       |                     |                        |                        |
| Charitable Expenditure   | 7     | 185,258               | 31,614              | 216,872                | 226,269                |
| Governance Costs   | 8     | 14,583                |                     | 14,583                 | 13,505                 |
| <b>Total Resources Expended</b>                                    |       | <b>199,841</b>        | <b>31,614</b>       | <b>231,455</b>         | <b>239,774</b>         |
| <b>Net Incoming Resources for the Year</b>                         |       | <b>98,552</b>         | <b>57,016</b>       | <b>155,568</b>         | <b>113,537</b>         |
| <b><u>Reconciliation of Funds</u></b>                              |       |                       |                     |                        |                        |
| Total funds brought forward  |       | 542,627               | 653,351             | 1,195,978              | 1,082,442              |
| Transfers  | 17    | (7,641)               | 7,641               | -                      | -                      |
| <b>Total funds carried forward</b>                                 |       | <b>633,538</b>        | <b>718,009</b>      | <b>1,351,547</b>       | <b>1,195,978</b>       |




**SIVAYOGAM**  
(Charity No. 1050398)

**BALANCE SHEET AS AT 31 MARCH 2016**

|   | NOTES | 2016<br>£        | 2015<br>£        |
|---|-------|------------------|------------------|
| <b><u>Fixed Assets</u></b>                          |       |                  |                  |
| Tangible Assets                                     | 9     | <u>1,024,261</u> | <u>1,033,091</u> |
| <b><u>Current Assets</u></b>                        |       |                  |                  |
| <b>Sundry debtors &amp; Prepayments</b>             |       |                  |                  |
| Restricted Fund                                     |       | 40,282           | 42,689           |
| Unrestricted Fund                                   |       | <u>27,000</u>    | <u>27,000</u>    |
|   | 10    | 67,282           | 69,689           |
| <b>Cash at Bank and in hand</b>                     |       |                  |                  |
| Restricted Fund                                     |       | 706,009          | 631,351          |
| Unrestricted Fund                                   |       | <u>59,835</u>    | <u>25,727</u>    |
|   |       | 765,844          | 657,078          |
| <b>Total Current Assets</b>                         |       | <u>833,126</u>   | <u>726,768</u>   |
| <b><u>Liabilities</u></b>                           |       |                  |                  |
| Amounts falling due <b>within one year</b>          | 11    | <u>(19,268)</u>  | <u>(8,342)</u>   |
| <b>Net Current Assets</b>                           |       | 813,858          | 718,425          |
| <b>Total Assets Less Current Liabilities</b>        |       | <u>1,838,118</u> | <u>1,751,516</u> |
| <b><u>Liabilities</u></b>                           |       |                  |                  |
| Amounts falling due after <b>more than one year</b> | 12    | 486,571          | 555,538          |
| <b>Net Assets</b>                                   |       | <u>1,351,547</u> | <u>1,195,978</u> |
| <b><u>Funds</u></b>                                 |       |                  |                  |
| Unrestricted Funds                                  | 14    | 633,538          | 542,627          |
| Restricted Funds                                    | 15    | <u>718,009</u>   | <u>653,351</u>   |
| <b>Total Funds</b>                                  |       | <u>1,351,547</u> | <u>1,195,978</u> |

These Financial Statements were approved by the Board of Trustees at their meeting of held on 27.10.16.

  
SANMUGARAJAH TANARAJAH  
TREASURER

  
AMBIHAI SEEVARATNAM  
CHAIR

The notes on Pages 9 to 14 form part of Financial Statements

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2016****1 ACCOUNTING POLICIES****(a) Accounting Conventions**

The financial statements have been prepared on a going concern basis under the historical cost convention and are in accordance with applicable accounting standards and Charities Act 2011, except for the freehold property which has been stated at less than cost due to its reduction in value in use. The financial statements also comply with best practice as recommended by the Statement of Recommended Practice (SORP 2005), Accounting and Reporting by Charities.

**(b) Fund Accounting & Purpose of Funds**

**Unrestricted Funds** are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity. Unrestricted funds include a revaluation reserve deficit representing the restatement of freehold property at market value.

**Restricted Funds** are funds which can only be used for particular restricted purpose within the objects of the charity. The restriction also arises when specified by the donor or when funds are raised for particular restricted purposes. The main purposes of the fund are to purchase a freehold property for Amman and build a new temple for Nadarajar and to contribute towards the upkeep of the children and elderly in the Orphanages in Sri Lanka.

**Transfer of Funds:** Where necessary a transfer is made from unrestricted funds to restricted funds to facilitate payments to orphanages in Sri Lanka which are usually funded from restricted funds.

**(c) Incoming Resources:**

All incoming resources are included in the statement of financial activities when the charity is entitled to, and virtually certain to receive, the income and the amount can be quantified with reasonable accuracy. The following policies are applied to particular categories of income.

**a.** Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable.

**b.** Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in the accounts.

**c.** Clothing and other items donated which are sold during the year are included as incoming resources within activities for generating funds. Assets which have been donated to the charity are treated as intangible income in the incoming resources and recognised as tangible fixed assets in the Balance Sheet at the current market value.

**(d) Resources Expended**

**Direct charitable Expenditure** comprises of directly attributable to the main activities and objects of the Charity. Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource.

**Management and Administration Expenditure** includes all expenditure not directly related to the charitable activity. This includes costs of running office premises and administrative staff salaries.

**Governance Costs:** Include costs of the preparation and examination of statutory accounts, the costs of the trustee meetings and cost of any legal advice to trustees on governance & constitutional matters.

**(e) Tangible Fixed Assets**

Depreciation has been provided to write off tangible fixed assets over their estimated useful lives at the following rates:

|                                   |   |
|-----------------------------------|---|
| Free hold property                | 1% on written down value.   |
| Furniture, Fixtures and Equipment | 25% on written down value.  |
| Statues and Shrine Sundries       | They are not depreciated as they contribute to Hindu culture and knowledge. |
| Motor car                         | 25% on written down value.  |

Freehold Property is shown on the balance sheet at revalued amount.

Capitalisation of Donated Assets: Assets are capitalised at their market value at the date of donation.

Jewelleries at market value of less than £250 are not recognised in the accounts until they are amalgamated into a bigger ornament for the deities.

**2 COST OF GENERATING FUNDS**

Expenditure is recognised on an accrual basis when a liability is incurred. Cost of generating funds comprise the costs associated with attracting voluntary income and in the delivery of its activities and services for its beneficiaries. All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource.

**3 GRANTS AND DONATIONS**

**Eelam, Widows & Orphans:** This fund was generated mainly to assist the Widows, Elders, Orphans, destitutes & to provide relief to the poor in Eelam (Sri Lanka). The bulk of the donations received are through bank standing orders from devotees towards the maintenance of children in Orphanages in Eelam, either run and funded directly by Sivayogam or maintained by an independent organisation through Sivayogam.

# SIVAYOGAM

(Charity No. 1050398)

## 4 VOLUNTARY INCOME

|                      | Unrestricted<br>Funds | Restricted<br>Funds | 2016<br>Total Funds | 2015<br>Total Funds |
|----------------------|-----------------------|---------------------|---------------------|---------------------|
| Free Will Offerings  | 10,909                | 14,393              | 25,302              | 24,240              |
| Temple Services      | 174,160               |                     | 174,160             | 149,297             |
| Donations            | 94,437                |                     | 94,437              | 90,357              |
| Gift Aid (Tax Claim) | 10,301                |                     | 10,301              | 910                 |
|                      | <b>289,807</b>        | <b>14,393</b>       | <b>304,201</b>      | <b>264,804</b>      |

## 5 ACTIVITIES FOR GENERATING FUND

|               | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | 2016<br>Total Funds<br>£ | 2015<br>Total Funds<br>£ |
|---------------|----------------------------|--------------------------|--------------------------|--------------------------|
| Sale of Goods | 8,586                      |                          | 8,586                    | 5,973                    |
|               | <b>8,586</b>               |                          | <b>8,586</b>             | <b>5,973</b>             |

## 6 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

|           | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | 2016<br>Total Funds<br>£ | 2015<br>Total Funds<br>£ |
|-----------|----------------------------|--------------------------|--------------------------|--------------------------|
| Donations |                            | 74,237                   | 74,237                   | 82,535                   |
|           | <b>-</b>                   | <b>74,237</b>            | <b>74,237</b>            | <b>82,535</b>            |

## 7 CHARITABLE EXPENDITURE

|   | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | 2016<br>Total Funds<br>£ | 2015<br>Total Funds<br>£ |
|---|----------------------------|--------------------------|--------------------------|--------------------------|
| Rent & Service Charge                     | 31,350                     |                          | 31,350                   | 31,350                   |
| Rates & Water                             | 4,066                      |                          | 4,066                    | 3,908                    |
| Light & Heat                              | 11,284                     |                          | 11,284                   | 9,862                    |
| Repairs & Renewals                        | 6,727                      |                          | 6,727                    | 18,550                   |
| Health & Safety                           | 4,258                      |                          | 4,258                    | 3,867                    |
| Telephone & Insurance                     | 4,754                      |                          | 4,754                    | 3,962                    |
| Printing, Postage, Stationery & Publicity | 5,386                      |                          | 5,386                    | 5,236                    |
| Pooja Items ( For Temple Services)        | 39,284                     |                          | 39,284                   | 35,960                   |
| Salaries & N.I                            | 52,821                     |                          | 52,821                   | 52,634                   |
| Travelling & Transport                    | 7,206                      |                          | 7,206                    | 4,946                    |
| Legal & Professional Fees                 | -                          | -                        | -                        | 5,502                    |
| Interest on Loans & Mortgage              | 7,929                      |                          | 7,929                    | 8,828                    |
| Grants & Donations                        | 568                        | 31,614                   | 32,182                   | 32,077                   |
| Sundry Expences                           | 840                        |                          | 840                      | 387                      |
| Depreciation                              | 8,786                      |                          | 8,786                    | 9,200                    |
|   | <b>185,258</b>             | <b>31,614</b>            | <b>216,872</b>           | <b>226,269</b>           |

## 8 GOVERNANCE COSTS

|                        | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | 2016<br>Total Funds<br>£ | 2015<br>Total Funds<br>£ |
|------------------------|----------------------------|--------------------------|--------------------------|--------------------------|
| Wages                  | 9,048                      |                          | 9,048                    | 8,100                    |
| Audit Fee              | 2,500                      |                          | 2,500                    | 2,500                    |
| Rent & Service Charge  | 1,650                      |                          | 1,650                    | 1,650                    |
| Rates & Water          | 214                        |                          | 214                      | 206                      |
| Light & Heat           | 594                        |                          | 594                      | 519                      |
| Telephone & Insurance  | 250                        |                          | 250                      | 209                      |
| Printing, Postage, etc | 283                        |                          | 283                      | 276                      |
| Depreciation           | 44                         |                          | 44                       | 46                       |
| <b>Total</b>           | <b>14,583</b>              | <b>-</b>                 | <b>14,583</b>            | <b>13,505</b>            |

# SIVAYOGAM

(Charity No. 1050398)

## 9 TANGIBLE FIXED ASSETS

|                         | Freehold<br>Property and<br>Improve-<br>ments<br>£ | Fixtures<br>Furnitures and<br>Improve-<br>ments<br>£ | Motor<br>Car<br>£ | Statues and<br>Shrine<br>sundries<br>at cost<br>£ | 2016<br>Total<br>£ |
|-------------------------|--|--|-------------------|---|--------------------|
| <b>Cost / Valuation</b> |  |  |                   |   |                    |
| At 01 April 2015        | 865,222  | 144,806  | 13,379            | 247,035   | 1,270,443          |
| Additions               |  |  |                   |   | -                  |
| At 31 March 2016        | <b>865,222</b>                                     | <b>144,806</b>                                       | <b>13,379</b>     | <b>247,035</b>                                    | <b>1,270,443</b>   |
| <b>Depreciation</b>     |  |  |                   |   |                    |
| At 01 April 2015        | 83,206   | 141,498  | 12,648            | -   | 237,352            |
| Charge for the Year     | 7,820  | 827  | 183               | -   | 8,830              |
| At 31 March 2016        | <b>91,026</b>                                      | <b>142,325</b>                                       | <b>12,831</b>     | <b>-</b>  | <b>246,182</b>     |
| <b>Net Book Value</b>   |  |  |                   |   |                    |
| At 31 March 2016        | <b>774,196</b>                                     | <b>2,481</b>   | <b>548</b>        | <b>247,035</b>                                    | <b>1,024,261</b>   |
| At 31 March 2015        | <b>782,016</b>                                     | <b>3,308</b>   | <b>731</b>        | <b>247,035</b>                                    | <b>1,033,091</b>   |

Historical cost £ 1,177,735 - Please also see Note 16 for details of professional valuation & Trustees' opinion.

## 10 CURRENT ASSETS

|   | 2016          | 2015          |
|---|---------------|---------------|
| Car Insurance & Tax                     | 1,623         | 1,092         |
| Gift aid receivable from Inland Revenue | 38,660        | 41,597        |
| Sundry debtors & Prepayments            | 27,000        | 27,000        |
|   | <b>67,282</b> | <b>69,689</b> |

## 11 LIABILITIES

|  | 2016          | 2015         |
|--|---------------|--------------|
| <b>Amounts falling due within one year</b> |               |              |
| Accruals                                   | 4,268         | 3,342        |
| Interest free loan from devotees           | 15,000        | 5,000        |
|  | <b>19,268</b> | <b>8,342</b> |

## 12 LIABILITIES

|   | 2016           | 2015           |
|---|----------------|----------------|
| <b>Amounts falling due after more than one year</b> |                |                |
| Bank Loan for Freehold Property                     | 486,571        | 555,538        |
|   | <b>486,571</b> | <b>555,538</b> |

**Bank Loan:** A loan of £900,000 was obtained from Clydesdale Bank for the purchase of properties at 3C, 11, and 13B Ranelagh Road, Wembley, Middlesex HA0 4TW, repayable in 15 years from April 2006, and is secured against these properties. The amount outstanding on 31 March 2016 is £486,570.94

# SIVAYOGAM

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## 13 FUNDS

| Analysis of Net Assets by Fund | Unrestricted Funds | Restricted Funds Building Fund | Restricted Funds Eelam Project | 2016 Total Funds | 2015 Total Funds |
|--------------------------------|--------------------|--------------------------------|--------------------------------|------------------|------------------|
| Tangible Assets                | 1,024,261          | -                              |                                | 1,024,261        | 1,033,091        |
| Current Assets                 | 100,117            | 729,925                        | 3,083                          | 833,126          | 726,768          |
| Current Liabilities            | ( 4,268 )          | ( 15,000 )                     |                                | ( 19,268 )       | ( 8,342 )        |
|                                | <b>1,120,109</b>   | <b>714,925</b>                 | <b>3,083</b>                   | <b>1,838,118</b> | <b>1,751,516</b> |

## 14 UNRESTRICTED FUNDS

|                             | 2016           | 2015           |
|-----------------------------|----------------|----------------|
| Unrestricted Funds          | 1,120,109      | 1,098,165      |
| Loans for Freehold Property | ( 486,571 )    | ( 555,538 )    |
|                             | <b>633,539</b> | <b>542,627</b> |

## 15 RESTRICTED FUNDS

|  | 2016           | 2015           |
|--|----------------|----------------|
| Expansion Scheme                                 | 714,925        | 649,955        |
| Eelam Orphans, Widows, and<br>Destitutes Project | 3,083          | 3,396          |
|  | <b>718,009</b> | <b>653,351</b> |

## 16 FREEHOLD PROPERTY

|   | 2016           | 2015           |
|---|----------------|----------------|
| Value of the free hold property at cost | 1,177,735      | 1,177,735      |
| Deprecation                             | ( 91,026 )     | ( 83,206 )     |
|   | 1,086,709      | 1,094,529      |
| Impairment in value 2008                | ( 312,513 )    | ( 312,513 )    |
| Net book value as per accounts          | <b>774,196</b> | <b>782,016</b> |

At the request of the Bank the freehold property at Wembley was professionally valued by Cluttons on 25 August 2016 under D1 Building basis for Temples at £500,000. The trustees are of the opinion that the value of the property at 31 March 2016, on commercial basis is in the region of £900,000, as there are willing buyers for this property. The Trustees also believe that the charity's service potential of the building has not diminished whatsoever and hence no write down is required to the net book value shown in note 9.

# SIVAYOGAM

(Charity No. 1050398)

## 17 TRANSFER BETWEEN FUNDS

|  |           |
|--|-----------|
| Donations received towards Orphanages from unrestricted accounts | 7,641     |
| Donations made towards Orphanages from unrestricted accounts     | ( 7,641 ) |
| Net transfer from restricted to unrestricted accounts            | <u>0</u>  |

## 18 EMPLOYEES' REMUNERATION

### 18.1 Staff costs

|  | 2016          | 2015          |
|--|---------------|---------------|
| Gross wages, salaries and benefits in kind | 61,490        | 60,232        |
| Employer's National Insurance Costs        | <u>379</u>    | <u>502</u>    |
| Total                                      | <u>61,869</u> | <u>60,734</u> |

### 18.2 Average number of employees in the year

| The part of the charity in which the employees work | 2016     | 2015     |
|---|----------|----------|
| Charitable Activities                               | 6        | 7        |
| Governance  | 1        | 1        |
| Others  |          |          |
| Total   | <u>7</u> | <u>8</u> |

## 19 TRUSTEES' REMUNERATION AND EXPENSES

Neither wages nor reimbursement of expenses have been made or are due to be made to any of the trustees in respect of the period.

## 20 LOANS

No amounts are being owed to or from charity's trustees or other related parties by the charity at the year end.

## 21 RELATED PARTY TRANSACTIONS

There have been no related party transactions during the year.

## 21 TAXATION

As a charity, Sivayogam is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.