

CHARITY REGISTRATION NUMBER: 1017903

Gurunanak Charitable Trust
Financial Statements
For the Year Ended
5 April 2023

BEEVER AND STRUTHERS

Chartered accountants & statutory auditor

One Express
1 George Leigh Street
Manchester
M4 5DL

Gurunanak Charitable Trust

Financial Statements

Year Ended 5 April 2023

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Gurunanak Charitable Trust

Trustees' Annual Report

Year Ended 5 April 2023

The trustees present their report and the financial statements of the charity for the year ended 5 April 2023.

Structure, Governance and Management

The trust was established by trust deed in February 1993 by Jaswinder Singh Kohli and others. The day to day management of the trust is performed by Mr B Singh. The Charitable Trust is registered under number 1017903.

Trustees

The trustees who served during the year were:-

Mr N.S Kohli
Mr B Singh
Mr J.S Kohli

All the trustees named above served for the whole of the year, and all have long experience of being a charity trustee. Details of remuneration and reimbursement of expenses are disclosed in note 9 to the accounts.

When new trustees are appointed they are given a formal induction to the work of the trust and provided with the information they need to fulfill their roles, which includes information about the role of trustees and charity law. New trustees are nominated by members of the board of trustees and appointed where they have the necessary skills to contribute to the charity's management and development.

Each trustee takes responsibility for monitoring the trust's activities. Mr J S Kohli has specific responsibility for controlling the charitable work overseas, and Mr B Singh has responsibility for the day-to-day management of fund raising activities in the United Kingdom.

Objectives and Activities

The trust assists recognised charities, religious projects and helps needy individuals by way of trustees promoting the charity.

The charity trustees confirm that due regard has been paid to the public benefit guidance published by the Charity Commission.

Achievements and Performance

The trustees have reviewed the performance of the charity for the year to 5 April 2023 and are pleased that they have met the objectives set at the beginning of the year.

During the year the trust received £1,044,200 (2022 - £982,666) and has paid £923,423 (2022 - £529,069) to recognised charities and needy persons, and on charitable goods and services.

The charity had reserves of £774,947 at the end of the year (2022 - £661,670). All reserves are unrestricted.

Risk Management

The trustees have assessed the risks the charity faces and they are satisfied that systems are in place to managed those risks identified.

Future Plans

The charity plans to continue the activities outlined above in the forthcoming years.

Gurunanak Charitable Trust

Trustees' Annual Report *(continued)*

Year Ended 5 April 2023

Financial Review

In reviewing the reserves requirement, the trustees have decided that the charity only needs to hold a small amount of reserves as running costs are considered to be low. The trustees do not commit to funding projects unless the reserves are available to them.

As a result of the lifting of all restrictions which hampered the funding of operations, normal operations have resumed. Accumulated reserves will be distributed in line with the charity's objectives.

Reference and Administrative Details

Registered charity name Gurunanak Charitable Trust

Charity registration number 1017903

Principal office 12 Sherborne Street
Manchester
M1 1FE

The Trustees

Mr J S Kohli
Mr N S Kohli
Mr B Singh

Auditor Beever and Struthers
Chartered accountants & statutory auditor
One Express
1 George Leigh Street
Manchester
M4 5DL


Bankers Bank of Scotland
300 Lawnmarket
Edinburgh
Scotland
EH1 2PH

Gurunanak Charitable Trust

Trustees' Annual Report *(continued)*

Year Ended 5 April 2023

The trustees' annual report was approved on 20/03/2024 and signed on behalf of the board of trustees by:



Mr J S Kohli
Trustee



Mr N S Kohli
Trustee



Mr B Singh
Trustee

Gurunanak Charitable Trust

Independent Auditor's Report to the Members of Gurunanak Charitable Trust

Year Ended 5 April 2023

Opinion

We have audited the financial statements of Gurunanak Charitable Trust (the 'charity') for the year ended 5 April 2023 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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, including FRS 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 charity's affairs as at 5 April 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

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.

Other matter- comparative year

The comparative year was not subject to audit because the charity took advantage of the small charity audit exemption in the previous accounting year.

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.

Gurunanak Charitable Trust

Independent Auditor's Report to the Members of Gurunanak Charitable Trust *(continued)*

Year Ended 5 April 2023

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. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate 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 trustees' responsibilities statement, the trustees 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 charity or to cease operations, or have no realistic alternative but to do so.

Gurunanak Charitable Trust

Independent Auditor's Report to the Members of Gurunanak Charitable Trust *(continued)*

Year Ended 5 April 2023

Auditor's Responsibilities for the Audit of the Financial Statements

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The extent to which the audit was considered capable of detecting irregularities including fraud

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 charitable company from our commercial knowledge and experience of the charity 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 charitable company, including the Companies Act 2006 and the Charities Act 2011.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.
- 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 assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on income and expenses to identify any unusual or unexpected relationships.
- tested journal entries to identify unusual transactions.
- investigated the rationale behind significant or unusual transactions.

Gurunanak Charitable Trust

Independent Auditor's Report to the Members of Gurunanak Charitable Trust *(continued)*

Year Ended 5 April 2023

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of Our Report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Beever & Struthers

Caroline Monk BA FCA (Senior Statutory Auditor)

For and on behalf of
Beever and Struthers
Chartered accountants & statutory auditor
One Express
1 George Leigh Street
Manchester
M4 5DL

22 March 2024

Gurunanak Charitable Trust

Statement of Financial Activities

Year Ended 5 April 2023

		2023		2022
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	1,044,200	1,044,200	982,666
Total income		<u>1,044,200</u>	<u>1,044,200</u>	<u>982,666</u>
Expenditure				
Expenditure on charitable activities	5,6	930,923	930,923	533,269
Total expenditure		<u>930,923</u>	<u>930,923</u>	<u>533,269</u>
Net income and net movement in funds		<u>113,277</u>	<u>113,277</u>	<u>449,397</u>
Reconciliation of funds				
Total funds brought forward		661,670	661,670	212,273
Total funds carried forward		<u>774,947</u>	<u>774,947</u>	<u>661,670</u>

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

The notes on pages 11 to 15 form part of these financial statements.

Gurunanak Charitable Trust

Statement of Financial Position

5 April 2023

	Note	2023 £	£	2022 £	£
Current assets					
Cash at bank and in hand		782,447		665,870	
Creditors: amounts falling due within one year	12	7,500		4,200	
Net current assets			774,947		661,670
Total assets less current liabilities			774,947		661,670
Net assets			774,947		661,670
Funds of the charity					
Unrestricted funds			774,947		661,670
Total charity funds	13		774,947		661,670

These financial statements were approved by the board of trustees and authorised for issue on, and are signed on behalf of the board by:



Mr J S Kohli
Trustee



Mr N S Kohli
Trustee



Mr B Singh
Trustee

The notes on pages 11 to 15 form part of these financial statements.

Gurunanak Charitable Trust

Statement of Cash Flows

Year Ended 5 April 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income	113,277	449,397
<i>Adjustments for:</i>		
Accrued expenses	3,300	—
Cash generated from operations	116,577	449,397
Net cash from operating activities	116,577	449,397
Net increase in cash and cash equivalents	116,577	449,397
Cash and cash equivalents at beginning of year	665,870	216,473
Cash and cash equivalents at end of year	782,447	665,870

The notes on pages 11 to 15 form part of these financial statements.

Gurunanak Charitable Trust

Notes to the Financial Statements

Year Ended 5 April 2023

1. General Information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 12 Sherborne Street, Manchester, M3 1FE.

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting Policies

Basis of Preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going Concern

At the year end the charity had reserves of £774,947, and in the opinion of the trustees they are able to continue to support the India Foundation. The trustees do not commit to funding projects unless the reserves are available to them.

Provisions

Provisions are recognised when an obligation exists at the reporting date as a result of a past event, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be estimated reliably. No such provisions are recognised at the reporting date or in the comparative figures.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements in conformity with FRS 102 SORP requires the use of certain critical accounting estimates. It can also require management to exercise its judgement in the process of applying the charities accounting policies. The charity is not considered to have any complex accounting estimates or judgements at this time.

Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Gurunanak Charitable Trust

Notes to the Financial Statements *(continued)*

Year Ended 5 April 2023

Incoming Resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

Resources Expended

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. 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 and those costs of an indirect nature necessary to support them.

Tangible Assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

4. Donations

Gurunanak Charitable Trust

Notes to the Financial Statements *(continued)*

Year Ended 5 April 2023

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	<u>1,044,200</u>	<u>1,044,200</u>	<u>982,666</u>	<u>982,666</u>
5. Expenditure on Charitable Activities by Fund Type				
	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations and expenses incurred supporting charitable causes	923,423	923,423	529,069	529,069
Support costs	<u>7,500</u>	<u>7,500</u>	<u>4,200</u>	<u>4,200</u>
	<u>930,923</u>	<u>930,923</u>	<u>533,269</u>	<u>533,269</u>
6. Expenditure on Charitable Activities by Activity Type				
	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Donations and expenses incurred supporting charitable causes	923,423	–	923,423	529,069
Governance costs	<u>–</u>	<u>7,500</u>	<u>7,500</u>	<u>4,200</u>
	<u>923,423</u>	<u>7,500</u>	<u>930,923</u>	<u>533,269</u>
7. Auditors Remuneration				
	2023 £	2022 £		
Fees payable for the audit of the financial statements	<u>4,500</u>	<u>–</u>		
8. Independent Examination Fees				
	2023 £	2022 £		
Fees payable to the independent examiner for:				
Independent examination of the financial statements	–	1,800		
Other financial services	<u>3,000</u>	<u>2,400</u>		
	<u>3,000</u>	<u>4,200</u>		
9. Staff Costs				

Gurunanak Charitable Trust

Notes to the Financial Statements *(continued)*

Year Ended 5 April 2023

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

10. Trustee Remuneration and Expenses

No remuneration or other benefit were received by the trustees

Trustees' travel expenses were reimbursed during the year amounting to £5,860 (2022: £7,527).

11. Tangible Fixed Assets

	Motor vehicles £
Cost	
At 6 April 2022	7,694
Disposals	(7,694)
At 5 April 2023	<u>—</u>
Depreciation	
At 6 April 2022	7,694
Disposals	(7,694)
At 5 April 2023	<u>—</u>
Carrying amount	
At 5 April 2023	<u>—</u>
At 5 April 2022	<u>—</u>

12. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	<u>7,500</u>	<u>4,200</u>

Gurunanak Charitable Trust

Notes to the Financial Statements *(continued)*

Year Ended 5 April 2023

13. Analysis of Charitable Funds

Unrestricted funds

	At 6 April 2022	Income	Expenditure	At 5 April 2023
	£	£	£	£
General funds	<u>661,670</u>	<u>1,044,200</u>	<u>(930,923)</u>	<u>774,947</u>

	At 6 April 2021	Income	Expenditure	At 5 April 2022
	£	£	£	£
General funds	<u>212,273</u>	<u>982,666</u>	<u>(533,269)</u>	<u>661,670</u>

14. Analysis of Net Assets Between Funds

	Unrestricted Funds	Total Funds 2023
	£	£
Current assets	774,947	774,947
Creditors less than 1 year	<u>(7,500)</u>	<u>(7,500)</u>
Net assets	<u>767,447</u>	<u>767,447</u>

	Unrestricted Funds	Total Funds 2022
	£	£
Current assets	665,870	665,870
Creditors less than 1 year	<u>(4,200)</u>	<u>(4,200)</u>
Net assets	<u>661,670</u>	<u>661,670</u>

15. Analysis of Changes in Net Debt

	At 6 Apr 2022	Cash flows	At 5 Apr 2023
	£	£	£
Cash at bank and in hand	<u>665,870</u>	<u>116,577</u>	<u>782,447</u>

16. Related Parties

The following parties are related to, and have entered into transactions with, the Gurunanak Charitable Trust during the current or prior year:

Mr J S Kohli

During the year the trust received donations of £12,385.12 (2022: £13,061) from Mr J S Kohli. There were no amounts outstanding to or from Mr Kohli at the year end.

Further donations amounting to £Nil (2022 - £20,000) were received from the Kohli family.