

**NANAKSAR THATH ISHER DARBAR**  
**Financial Statements**  
**For the Year Ended 31 MARCH 2021**

**Charity Number 1025988**

# **NANAKSAR THATH ISHER DARBAR**

## **FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2021**

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**NANAKSAR THATH ISHER DARBAR**  
**Charity Reference and Administrative Details**  
**YEAR ENDED 31 MARCH 2021**

The trustees present their report and the Financial Statements of Nanaksar Thath Isher Darbar for the year ended 31 March 2021.

**REFERENCE AND ADMINISTRATIVE DETAILS**

<b>Registered charity name</b>	Nanaksar Thath Isher Darbar
<b>Charity registration number</b>	1025988
<b>Principal office</b>	NTIDT Garib Niwaj Springfield Road Hayes Middlesex UB4 0LP

**The trustees**

The trustees who served the charity during the period were as follows:

Sant Baba Amar Singh Ji  
Mr Amarjit Singh  
Mr Gursharan Singh  
Mr Sukhdev Singh Nahal  
Mr Sarabjeet Dhanjal (appointed on 20/01/2021)  
Mr Lakhwinder Singh Mahal (appointed on 20/01/2021)

**Auditor**

RSA Associates  
Accountants & Registered Auditors  
First Floor  
30 Merrick Road  
Southall  
Middlesex  
England  
UB2 4AU

**Solicitor**

Freeths LLP  
Cumberland Court  
80 Mount Street  
Nottingham  
NG1 6HH



# NANAKSAR THATH ISHER DARBAR

## TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 MARCH 2021

### STRUCTURE, GOVERNANCE AND MANAGEMENT

**Its key areas of activities during the year have been in the following:**

- The advancement of the Sikh religion by the provision of facilities for study and worship and by such other exclusively charitable means through our four places of Worship (Gurdwara) in UK.
- The advancement of education among students of the Sikh Religion attending the place worship at Hayes, Letchworth and Wolverhampton. To advance the Sikh education/Prayers and ethos of pupils at Guru Nanak Sikh Academy Ltd located in the United Kingdom as the designated faith body.
- To further values of the Sikh Faith and raise awareness of Sikhism to the wider public and working with all communities to help the society learn from each other.

### **Sant Baba Amar Singh Ji's mission (Chairman's Statement)**

The Nanaksar Thath Isher Darbar Trust UK has continued to work towards its aims and objectives this year, with particular emphasis on furthering the Sikh faith amongst the Sikh community in the United Kingdom. The Trust makes valuable contributions to wider society and seeks to promote the values of universal love between all of humanity which is a key message enshrined in the eternal Guru, Guru Granth Sahib Ji.

The Trust's places of worship in the United Kingdom have been an integral part of the local community and a hub of support throughout the year. From conducting daily worship services to providing free food in the Langar to the congregation, the Gurdwaras are a vital part of society.

The whole Sikh community celebrates key events throughout the year linked to significant figures and their birth anniversaries. This includes the first Guru, Guru Nanak Dev Ji's birthday and the founding of the Khalsa by the tenth Guru, Guru Gobind Singh Ji. Such events involve conducting religious ceremonies, reading of scriptures, organising the Langar and the Trust Gurdwara's have done a wonderful job of organising these key celebrations for the benefit of the community in line with its aims and objectives. The Board of Trustees thank the volunteers who have assisted in providing the time and support to ensure the success of these ventures.

The message of the Gurus is clear - Sarbat Da Bhalla - to help the worldwide community and pray for their wellbeing. We as a Trust, are keeping this message at the forefront of our activities to serve the community and therefore fulfilling our mission as a charitable Sikh Trust.

Regular weekly Sikhism and Punjabi classes have continued to be held at all Trust Gurdwaras to educate the next generation about the Sikh traditions and values. It is very important to host this provision and continues to be requested by all our families as part of the wider congregation.

The unprecedented and most difficult challenge facing the community due to the pandemic and subsequent national lockdown in 2020/2021 brought uncertainty and the need to unite as a community. The Trustees worked diligently to ensure the Gurdwaras followed government guidance and measures for places of worship. It was also a time where the community needed support more than ever, and the Trust offered daily services for worshippers wanting to conduct private prayer and also broadcasted services through social media platforms which offered a great deal of comfort to the community who were impacted by the pandemic. Now the community are very happy to return to the trust Gurdwara's and we follow government guidelines and monitor updates to the guidelines.

Finally, I would like to extend my deepest gratitude to all our supporters and volunteers who have made all the above possible - thank you. All of this great work could not have been possible without all the volunteers and community wholeheartedly giving their help and support. The Trust's objectives are to give individuals tools, knowledge and skills to make the positive changes in the world that are so much needed.

The Trust would welcome partnerships with those who are interested in making a difference and we are grateful to the many volunteers who have offered their time and services in helping us fulfil our aims and objectives.



# NANAKSAR THATH ISHER DARBAR

## TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

### **An example of where the advancement of Sikh Religion and Education is evident at Guru Nanak Sikh Academy (where the trust is a designated faith body)**

A proverb from the Guru Granth Sahib, Ang 356 "Contemplate and reflect upon knowledge and education and you will become a benefactor to others".

Known originally as Guru Nanak Sikh College, now as Guru Nanak Sikh Academy Limited incorporated on 22/10/2010, the school was founded by Sant Baba Amar Singh Ji and opened in January 1993. Baba Ji listened to the voices of the people in the community, parents were anxious, concerned that their children would dispel into having no beliefs, forget their culture, lose self-worth and as a result become unknown to themselves as individuals in a society where a multitude of faiths exist.

The school is a leading beacon amongst all other Sikh faith schools and has consistently achieved high academic results above national averages. The new free school - Nanaksar Primary School - building project is near completion and when completed this site will accommodate up to 800 students and add another successful school under the Guru Nanak Sikh Academy Limited (which is a Multi-Academy Trust).

**The Nanaksar Thath Isher Darbar Trust** is the designated faith body of the schools and the Trustees have already reviewed the faith/collective worship policy by working closely with the school leadership team.

The Trust has also supported the schools with providing assistance in organising the free lunch/Langar for all staff and students during the celebrations of Vaisakhi and Gurburab over the years and look to carry on the same in the near future as lock down eases. We carry out Daily Prayers at the school Temple.

### **Other Educational Programmes being successfully managed by Nanaksar Thath Isher Darbar trust UK.**

Each UK Trust Gurdwara offers weekly Sikhism, Kirtan (music for worship) and scriptural reading classes to the families of the congregation. This service ties in with the Trust's overarching objectives of spreading the message of Sikhism to the community and next generation and advancement of education.

We hold monthly and weekly prayers to celebrate different events for the benefit of the community this in turn help the wellbeing of the community as our Gurdwara are open to all regardless of any background.

### **Overseas Charitable Projects/Activities/Related Parties (Common Chairman) with no direct funding from the UK (Unless otherwise stated)**

In addition to UK, the worldwide Nanaksar Trust has set up many other educational institutions led by the sister Trusts overseas these projects are run in different countries under their own Trusts.

These include the **Garib Niwaj Education Society in Delhi, India**. The students attending this school come from underprivileged backgrounds and a long line of poverty from many generations. The school provides many facilities from free stationery, transport, uniform and food.

Another school in India is the **Anand Isher Public school in Punjab** which has won many accolades for delivering a high-quality education to youngsters and many of these students go on to pursue higher education in sought after careers linked to business, medicine and economics.



# NANAKSAR THATH ISHER DARBAR

## TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

### Ensuring Sikh communities understand the message from the Guru Granth Sahib Ji

- **Parkash Smagam:**

The Parkash annual three-day event, as mentioned above in the Chairman's statement, is one of the most significant celebrations organised by the Nanaksar Trust. Due to Covid this was not held this year but it is a highly anticipated event supported by the whole Sikh community, the local community and many charitable organisations. We look forward to holding the same in the near future.

- **Vaisakhi and Gurdurab Celebrations:**

The Guru Nanak Sikh Academy provides a platform for students to do selfless service and to practise Sikh values. The NTIDT, being the faith body of the schools, provides guidance on how to celebrate these key events on the Sikh calendar.

The school calendar includes two key events; Vaisakhi in April and the Gurdurab in November commemorating the birth of the founder of Sikhism. These special occasions are celebrated by staff, students and parents with organised religious performances hosted in the school Gurdurab. We look forward to supporting the school with the same going forward while following government guidelines.

We celebrate the same at our Gurdurab's and offer Langar and worship facilities at our sites and the community really appreciate this.

- **Weekly/Monthly Prayers:**

We hold Prayers and Langar on a daily basis where the communities attend and have access to all our facilities. As the Gurdurab in Hayes is near Guru Nanak Sikh Academy Limited, Parents and congregation really appreciate and feel that they are supported by this facility tremendously.

We also hold Prayers on a monthly basis, again this is a great help to the community and its wellbeing.

### **Structure / Governance & Management**

The Trust is an unincorporated trust established by Deed of Trust dated 7th January 1993 as amended by supplement Deed dated 12th July 2006.

### **Appointment of Trustees**

The power to appoint Trustees is vested in the Board of Trustees as governed by the Governing document of the charity being its Trust Deed.

Trustee Induction and training involves new Trustee's undergoing an orientation day to brief them of their legal obligations under Charity Law, the decision-making processes, the Charity business plan and are informed of recent performances of the charity. During the induction day introductions are made with key personnel and other Trustee members. Trustees are encouraged to attend external training seminars to advance their knowledge and gain skills to equip them in their roles as Trustees.

### **Organisation of the Charity**

The Trust and its members administer the Charity on a daily basis. The overall responsibility is given to the Chairman Sant Baba Amar Singh Ji who is assisted by the appointed Trustees.

The Trustee's formally meet four times a year with regular contact with staff and its volunteers. In the current year we have adopted weekly meeting due to the benefit of Zoom which has enhanced the charity affairs tremendously.



# NANAKSAR THATH ISHER DARBAR

## TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

### **Risk Management**

The Trustees have a risk management strategy which comprises of:

An annual review of the risks the Charity may face, the establishment of systems and procedures designed to minimize any potential impact on the Charity should those risks materialize.

This work has identified only a few minor risks but it has resulted in better emergency procedures and contingency plans and has given the impetus for better planning. A key element in the management of financial risk is its regular reviews by the Trustees.

### **Grant Making Policy**

We consider requests for grants and ensure the Charity objectives are outlined in financial reports.

### **Investment Powers**

The Trustees investment powers are unrestricted.

### **How our Objectives and Activities are delivered for public benefit: A Review of achievements and performance.**

The Trust Deed allows the Trustees to make grants to support any objects which are charitable and for the public benefit under the law of England and Wales. The Trustees' primary focus is on the advancement of education and promotion of values enshrined in the Sikh faith such as, patience, tolerance, forgiveness, peaceful co-existence (community cohesion), welfare of all (Sarbat da Bhalla) and equality. The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and policies for the year.

### **Policy on Reserves**

The total reserves balance held on 31 March 2021 was £2,932,967(2020 - £1,780,288) which are unrestricted reserves. The charity's policy is to aim for sufficient reserves to fund at least twelve months future expenditure at any time.

### **Related Parties**

Transactions with related parties are disclosed in note 19 of the accounts.

The various branches borrow and lend from / to each other and these related party transactions are treated as interest free loans that are to be returned on request subject to availability of funds.

Nanaksar Thath Isher Darbar Trust Canada, has a debtor balance of £1,399,887 which is now in a legal dispute due to the reopening of a legal case with the Trustees of Nanaksar Thath Isher Darbar Trust Canada. On 11 November 2020, the county court at Oxford (UK) ordered the Trustees of NTIDT to pay a further sum of £1,944,622 being a loan amount including interest and costs guaranteed by NTIDT (UK) in respect of NTIDT (Canada). Hence, increasing the total amount recoverable from NTIDT (Canada) to £3,344,509.



# NANAKSAR THATH ISHER DARBAR

## TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

### STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to Charities in England and 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:

- ☐ select suitable accounting policies and apply them consistently;
- ☐ observe the methods and principles in the Charities SORP 2015 (FRS 102)
- ☐ 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 proper 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 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.

The Trustees are responsible for the maintenance and integrity of the Charity and financial information included on the Charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.



# NANAKSAR THATH ISHER DARBAR

## TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

### CHARITY COMMISSION STATUTORY INQUIRY

Charity Commission has opened on 12th April 2016, a statutory inquiry into the Trust under section 46 of the Charities Act 2011." The trust has worked closely with the Charity Commission to address any regulatory issues and associated concerns which we believe have been addressed appropriately. A formal report was published on 9 June 2021.

On 26 November 2020, Charity Commission concluded the substantive investigatory phase of this statutory inquiry. Consequently, a specific direction under section 84 of the Charities Act 2011 was issued in the form of an Action Plan with specific performance targets to be achieved in two stages by 31 January 2021 and 31 March 2021.

The report mentions that the Trustees have provided evidence and information to the inquiry that indicates that we have taken steps towards complying with the action plan. The inquiry was closed in June and the commission continues to monitor the trustees' compliance with the action plan issued on November 2020 in order to assess performance of trustees.

From the back of this:

- Trustees have weekly zoom meetings to discuss key matters,
- Appointed two new trustees one from the financial services background and one from the business back ground both bring valuable skills to take the charity forward.
- Had a full management structure chart change which will benefit the trust strategically in moving forward.
- Continue to monitor its financial commitments.
- Have an open transparent procedure for future staff appointment which deals with conflict of interest.
- Have accountant cover the office two days a week.
- Regular contact with staff and volunteers and contractors and congregation.
- Learn from feedback and change.
- Open and honest conversations with the team
- Promote inclusion culture.
- Act efficiently on matters that need addressing.
- Training event was held, led by an expert Charity Solicitor concerning the roles and duties of charity trustees and the compliance requirements of the Charity Commission. Maintenance of minutes and documents of files.

### COVID-19

The Covid-19 pandemic that has taken hold in the UK will undoubtedly have an effect on all UK charities in a wide-ranging manner, potentially affecting their operational capability, liquidity and financial position. The Trustees have considered the implications and have put in place continuity plans that should allow the charity to continue in operation. With the gradual ease we continue to follow government guidelines to operate in the safest manner.



# **NANAKSAR THATH ISHER DARBAR**

## **TRUSTEES' ANNUAL REPORT *(continued)***

**YEAR ENDED 31 MARCH 2021**

### **AUDITOR**

A resolution will be proposed at the Trustees' meeting that RSA Associates be re-appointed as Auditor to the Charity for the ensuing year.

Approved by the Trustees on 22 October 2021 and signed on their behalf by



Amarjit Singh (Trustee)



# NANAKSAR THATH ISHER DARBAR

## Independent Auditor's Report to the Trustees of Nanaksar Thath Isher Darbar

### Opinion

We have audited the financial statements of Nanaksar Thath Isher Darbar Trust ("the Charity") for the period ended 31 March 2021 which comprise the Statement of Financial Activities, Statement of Financial Position, Statement of Cashflow and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, 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 Charity's affairs as at 31 March 2021, 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.

### 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 Financial Reporting Council'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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.



# NANAKSAR THATH ISHER DARBAR

## Independent Auditor's Report to the Trustees of Nanaksar Thath Isher Darbar (continued)

### Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report and Financial Statements, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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

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

- ☐ The information given in the financial statements is inconsistent in any material respect with the Trustees' 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 Trustees' Responsibilities Statement set out on pages 8-9, the Trustees are responsible for the preparation of financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

### 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 regulations made under section 154 of that Act.

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.



# NANAKSAR THATH ISHER DARBAR

## Independent Auditor's Report to the Trustees of Nanaksar Thath Isher Darbar *(continued)*

### Use of 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.



**RSA Associates**  
Accountants and Statutory Auditors  
First Floor 30 Merrick Road  
Southall  
UB2 4AU

Date: 22 October 2021

RSA Associates is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.



**NANAKSAR THATH ISHER DARBAR**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**YEAR ENDED 31 MARCH 2021**

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
<b>INCOMING RESOURCES</b>					
Incoming resources from generating funds:					
Donations and Legacies	4	1,298,597	-	1,298,597	1,066,022
Fundraising Activities	5	-	-	-	128,151
<b>TOTAL INCOMING RESOURCES</b>		<u>1,298,597</u>	<u>-</u>	<u>1,298,597</u>	<u>1,194,173</u>
<b>RESOURCES EXPENDED</b>					
Costs of generating funds:					
Fundraising trading: cost of goods sold and other costs	6	-	-	-	(118,423)
Charitable activities	7	35,484	-	35,484	(150,976)
Governance costs	8	(181,401)	-	(181,401)	(237,717)
<b>TOTAL RESOURCES EXPENDED</b>		<u>(145,917)</u>	<u>-</u>	<u>(145,917)</u>	<u>(507,116)</u>
<b>NET INCOMING RESOURCES FOR THE YEAR</b>		<u>1,152,679</u>	<u>-</u>	<u>1,152,679</u>	<u>687,056</u>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		<u>1,780,288</u>	<u>-</u>	<u>1,780,288</u>	<u>1,093,232</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>2,932,967</u>	<u>-</u>	<u>2,932,967</u>	<u>1,780,288</u>

The Statement of Financial Activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

All of the above amounts relate to continuing activities.

The notes on pages 15 to 21 form part of these financial statements




# NANAKSAR THATH ISHER DARBAR

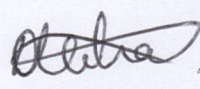
## STATEMENT OF FINANCIAL POSITION

31 MARCH 2021

	Note	2021 £	2020 £
<b>FIXED ASSETS</b>			
Tangible assets	12	4,348,864	4,352,839
<b>CURRENT ASSETS</b>			
Debtors	13	3,362,421	1,421,695
Cash at bank and in hand		16,411	94,677
		<u>3,378,832</u>	<u>1,516,394</u>
<b>CREDITORS: Amounts falling due within one year</b>	14	<u>(1,094,218)</u>	<u>(805,980)</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>2,284,614</u>	<u>710,414</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>6,633,478</u>	<u>5,063,253</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	15	<u>(3,700,510)</u>	<u>(3,282,965)</u>
<b>NET ASSETS</b>		<u>2,932,967</u>	<u>1,780,288</u>
<b>FUNDS</b>			
Restricted funds	16	-	-
Unrestricted income funds	17	2,932,967	1,780,288
<b>TOTAL FUNDS</b>		<u>2,932,967</u>	<u>1,780,288</u>

These financial statements were approved by the Board of Trustees and authorised for issue on 22/10/2021 and are signed on their behalf by:

  
Amarjit Singh (Trustee)

  
Lakhwinder Singh Mahal (Trustee)

The notes on pages 15 to 21 form part of these financial statements



# NANAKSAR THATH ISHER DARBAR

## CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2021

	2021 £	2020 £
<b>Cash flows from operating activities</b>		
Net income	1,152,679	687,056
	<u>1,152,679</u>	<u>687,056</u>
<b>Adjustment for:</b>		
Depreciation of tangible fixed assets	6,580	8,370
Dividends, interest and rents from investments	201,308	73,426
<b>Changes in:</b>		
Trade and other debtors	(1,940,727)	26,836
Trade and other creditors	705,784	(1,012,571)
	<u>125,623</u>	<u>(216,883)</u>
<b>Cash generated from operations</b>	<u>125,623</u>	<u>(216,883)</u>
<b>Net cash from operating activities</b>	<u>125,623</u>	<u>(216,883)</u>
<b>Cash flows from investing activities</b>		
Dividends, interest and rents from investments	(201,308)	(73,426)
Purchase of fixed Assets	(2,604)	(92,186)
Proceeds from sale of tangible fixed assets	-	-
	<u>(203,912)</u>	<u>(165,612)</u>
<b>Net cash used in investing activities</b>	<u>(203,912)</u>	<u>(165,612)</u>
<b>Net Decrease in cash and cash equivalents</b>	<u>(78,288)</u>	<u>(382,495)</u>
<b>Cash and cash equivalents at beginning of year</b>	94,699	477,194
<b>Cash and cash equivalents at end of year</b>	16,411	94,699

The notes on pages 15 to 21 form part of these financial statements



# NANAKSAR THATH ISHER DARBAR

## NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2021

### 1. GENERAL INFORMATION

The charity is registered charity in England and Wales and is unincorporated. The address of the principal office is Garib Niwaj, Springfield Road, Hayes, UB4 0LP, UK.

### 2. BASIS OF PREPARATION

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The accounts (financial statements) have been prepared to give a "true and fair" view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a "true and fair view". This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014 (as updated through "update Bulletin 1 published on 2 February 2016") rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2008, which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity. The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

### 3. ACCOUNTING POLICIES

#### Fund accounting policy

Unrestricted income funds are general funds that are available for use at the managing trustees' discretion in furtherance of the objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### Going Concern

The Board of Trustees is confident that with Trust's ongoing reciprocal financial arrangements (though informal) with its sister concerns (also described as related parties) by virtue of the fact that the chairman is a common trustee in all of these, there is no imminent danger to the going concern status of the Trust. There are no material uncertainties about the Charity's ability to continue.

The Covid-19 pandemic has created significant operational and financial pressures on the charity. Having considered the levels of funds held and the level of income and expenditure, together with the level of reserves of the charity, the Trustees consider the adoption of the going concern basis in preparing these financial statements is appropriate.



# **NANAKSAR THATH ISHER DARBAR**

## **NOTES TO THE ACCOUNTS**

**YEAR ENDED 31 MARCH 2021**

### **Incoming resources Further**

All incoming resources are included in the Statement of Financial Activities when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the Charity being notified of an impending distribution or the legacy being received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102).

### **Resources expended**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with use of the resources.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the Charity.

### **Support costs allocation**

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings, they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

### **Financial Instrument**

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are recognised at transaction value, except where settlement is delayed, in which case the transaction is recognised at the present value of the settlement amount.

### **Depreciation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated value, over their expected useful economic life as follows:

Equipment	- 25% (Straight Line Basis)
Fixtures & Fittings	- 25% (Straight Line Basis)



# NANAKSAR THATH ISHER DARBAR

## NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2021

### Governance costs

Governance cost includes cost incurred in respect of organisational management and compliance with constitutional and statutory requirements.

### Fixed assets

Fixed assets (excluding investments) are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £200 are not capitalised.

### 4. DONATIONS AND LEGACIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Donations	1,049,159	-	1,049,159	941,575
Grant Income	31,067	-	31,067	-
Rental Income	10,200	-	10,200	12,700
Gift Aid	208,171	-	208,171	111,747
	<u>1,298,597</u>	<u>-</u>	<u>1,298,597</u>	<u>1,066,022</u>

### 5. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Fundraising Events-Prakash	-	-	128,151

### 6. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	Unrestricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Prakash	-	-	118,423



# NANAKSAR THATH ISHER DARBAR

## NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2021

### 7. ALLOCATION OF SUPPORT COSTS

	Unrestricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Salaries and wages (including social security costs)	32,046	32,046	54,551
Premises costs	127,057	127,057	154,705
Bank Charges and Loan Interest	(194,769)	(194,769)	(73,426)
Depreciation	6,580	6,580	8,370
Donation Out	-	-	3,500
Sundry	(6,398)	(6,398)	3,276
	<u>(35,484)</u>	<u>(35,484)</u>	<u>150,976</u>

The Trustees negotiated a full and final settlement of various loans under dispute which resulted in an over-provision of loan interest in the early years this amounted to £216,010 (2020-£141,829).

### 8. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Accountancy fees & Non Audit Services	14,430	14,430	11,400
Audit fees	4,200	4,200	4,200
Legal & Professional	162,771	162,771	222,117
	<u>181,401</u>	<u>181,401</u>	<u>237,717</u>

### 9. NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

	2021 £	2020 £
Depreciation	6,580	8,370
Auditors' remuneration: - audit of the financial statements	<u>4,200</u>	<u>4,200</u>

An amount of £14,430 (2020 - £11,400) was paid to RSA Associates (Auditors) for Accountancy Services.



# NANAKSAR THATH ISHER DARBAR

## NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2021

### 10. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2021 £	2020 £
Wages and salaries	30,391	49,121
Social security costs	1,655	5,430
	<u>32,046</u>	<u>54,551</u>

#### Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

2021	2020
4	5

No employee received remuneration of more than £60,000 during the year (2020 - Nil).

### 11. TRUSTEES' REMUNERATION AND BENEFITS

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

#### Trustees' Expenses

There were no Trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

#### Covid Relief Payment

During the current year only one Trustee was made a covid relief payment of £3000.

### 12. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment £	Fixtures & Fittings £	Total £
<b>COST</b>				
At 1 April 2020	4,337,818	155,590	301,675	4,795,083
Additions	-	2,604	-	2,604
Disposal	-	-	-	-
<b>At 31 March 2021</b>	<u>4,337,818</u>	<u>158,194</u>	<u>301,675</u>	<u>4,797,687</u>
<b>DEPRECIATION</b>				
At 1 April 2020	-	143,264	298,979	442,243
Charge for the year	-	5,381	1,198	6,580
<b>At 31 March 2021</b>	<u>-</u>	<u>148,645</u>	<u>300,177</u>	<u>448,823</u>
<b>NET BOOK VALUE</b>				
<b>At 31 March 2021</b>	<u>4,337,818</u>	<u>9,548</u>	<u>1,498</u>	<u>4,348,864</u>
At 1 April 2020	<u>4,337,818</u>	<u>12,326</u>	<u>2,695</u>	<u>4,352,839</u>



# NANAKSAR THATH ISHER DARBAR

## NOTES TO THE ACCOUNTS

### YEAR ENDED 31 MARCH 2021

The managing Trustees consider that depreciation charge and the accumulated depreciation of freehold buildings are not material because the assets have a very long useful life and the estimated residual value is not materially different from the carrying amount of the assets. For this reason, the freehold buildings are not depreciated in accordance with the SORP.

The managing Trustees review the useful economic lives and residual values of freehold buildings on an annual basis.

#### 13. DEBTORS

	2021 £	2020 £
Amounts owed by related parties (Note 19)	3,344,509	1,399,887
Other debtors	17,912	21,808
	<u>3,362,421</u>	<u>1,421,695</u>

#### 14. CREDITORS: Amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	253,901	388,252
DFE Loan	36,000	200,389
Taxation and social security	-	3,060
Other creditors	774,486	196,974
Accruals	29,831	17,305
	<u>1,094,218</u>	<u>805,980</u>

#### 15. CREDITORS: Amounts falling due after more than one year

	2021 £	2020 £
DFE Loan	224,068	280,690
Amounts owed to related parties (Note 19)	3,371,306	2,897,140
Loans From Trustees (Note 19)	105,136	105,136
	<u>3,700,510</u>	<u>3,282,966</u>

#### 16. RESTRICTED INCOME FUNDS

	Balance at 1 Apr 2020 £	Movement in the year £	Balance at 31 Mar 2021 £
Restricted Funds	<u>-</u>	<u>-</u>	<u>-</u>



# NANAKSAR THATH ISHER DARBAR

## NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2021

### 17. UNRESTRICTED INCOME FUNDS

	Balance at 1 Apr 2020 £	Incoming resources £	Balance at 31 Mar 2021 £
General Funds	<u>1,780,288</u>	<u>1,152,679</u>	<u>2,932,967</u>

### 18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Restricted funds:	-
Unrestricted funds:	£2,932,967

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Tangible Assets	4,348,864		4,348,864	4,352,839
Current Assets	3,378,832		3,378,832	1,516,394
Creditors: Amounts falling due within one year	(1,094,218)		(1,094,218)	(805,980)
Creditors: More than one year	(3,700,510)		(3,700,510)	(3,282,966)
	<u>2,932,967</u>		<u>2,932,967</u>	<u>1,780,288</u>

### 19. RELATED PARTY TRANSACTIONS

These are related parties by virtue of the fact that the Chairman is the common person amongst all these organisations.

Amounts owed by related parties include an amount of £3,344,509 (2020 - £1,399,887) due from Nanaksar Thath Isher Darbar, Canada. Creditors (falling due after more than one year) include an amount of £765,433 (2020 - £448,142) payable to The New Zealand Nanaksar Thath Isher Darbar, an amount of £2,604,458 (2020- £2,448,998) payable to Anand Isher (Australia), an amount of £1,415 (2020- £Nil) payable to Nanaksar Trust USA and an amount of £105,136 (2020 - £105,136) payable to Mr SS Nahal. These are related parties by virtue of the fact that these institutions have one or more than one common Trustees.

Two of the Trustee's family members were paid a salary of £9,600 (2020 - £12,000) gross each during the year.

### 20. POST BALANCE SHEET EVENT

Recovery proceedings/ litigation in Canada against the Nanaksar Thath Isher Darbar Canada Trust were initiated post yearend.