

NANAKSAR THATH ISHER DARBAR TRUST

Financial Statements

For the Year Ended 31 MARCH 2022

Charity Number 1025988

NANAKSAR THATH ISHER DARBAR TRUST

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

CONTENTS	Page
Charity Reference and Administrative Details	1
Trustees' Annual Report	2
Independent Auditor's Report	8
Statement of Financial Activities	11
Statement of Financial Position	12
Statement of Cashflow	13
Notes to Financial Statements	14

NANAKSAR THATH ISHER DARBAR TRUST

Charity Reference and Administrative Details

YEAR ENDED 31 MARCH 2022

The trustees present their report and the Financial Statements of Nanaksar Thath Isher Darbar Trust for the year ended 31 March 2022.

REFERENCE AND ADMINISTRATIVE DETAILS

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

The Trustees (Managing and Holding 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
Mr Lakhwinder Singh Mahal

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 TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 MARCH 2022

The managing Trustees present their report with the financial statements of the Charity for the year ended 31 March 2022.

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.
- To instil and educate the society with the principles of Guru Nanak Dev Ji (First Guru), Kirat Karo (Work Honestly), Vand Shhakō (Share and Consume), Sewa (Selfless Service).

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. With the cost of living going up the Langer service will help the society and the Prayer service will help with mental health improvement.

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 message of the Gurus is clear - Sarbat Da Bhalla - to help the worldwide community and pray for their wellbeing.

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.

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 TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2022

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 now open, which is another successful institute.

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 TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2022

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 Thath Isher Darbar 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.

- **Vaisakhi and Gurburab 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 Gurburab 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 Gurdwara. We look forward to supporting the school with the same going forward.

We celebrate the same at our Gurdwara'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 Gurdwara in Hayes is near Guru Nanank 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 TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2022

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 make grants which meet the charity's objectives as outlined on page 2.

Investment Powers

The Trustees investment powers are unrestricted.

Public Benefit

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.

The Charity has complied with the duties with regard to the public benefit guidance published by the Charity Commission.

Policy on Reserves

The total reserves balance held on 31 March 2022 was £2,616,365 (2021 - £2,932,967) 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.

NANAKSAR THATH ISHER DARBAR TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2022

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 2019 (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 TRUST

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2022

CHARITY COMMISSION STATUTORY INQUIRY

Charity Commission Inquiry concluded with a decision published on Charity Commission website on 9 June 2021. An Action plan stipulated by the Charity Commission as an integral part of the inquiry was fully implemented. Further enhancements in terms of revised cash handling, due diligence and Anti Money Laundering policies and procedures are also being actively pursued. All documentation listed below has been reviewed and revised.

- Personal Loan Repayment log
- General Donation Receipt books
- Golak (Cash box) Counting sheets
- Inter Trust Loans Repayment log
- Loan Receipt Books
- Overseas Donation Receipt Books
- Overseas Loan Receipt Books
- Religious Ceremonies and Social Events Donation Receipt Books

All of above is currently in use with built in controls and procedures to ensure maximum compliance as envisaged by the Charity Commission action plan.

The red flag on Charity Commission website is an 'Inquiry Report' flag and remains for two years from the date of a Report publication. The flag for Nanaksr Thath Isher Darbar Trust is due to be removed on 9th June 2023.

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.

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 24th January 2023 and signed on their behalf by



Amarjit Singh (Trustee)

NANAKSAR THATH ISHER DARBAR TRUST

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

Opinion

We have audited the financial statements of Nanaksar Thath Isher Darbar Trust ("the Charity") for the period ended 31 March 2022 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 2022, 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the 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.

Other information

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

NANAKSAR THATH ISHER DARBAR TRUST

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 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 6, 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.

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:

Our assessment of the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, is considered to be low. This conclusion was reached after the consideration of the following:

NANAKSAR THATH ISHER DARBAR TRUST

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

- due to the relatively simple business model and low number of transactions within the Charity there are comparatively few unexpected fluctuations in the reported results and balances and any such unexpected items would be specifically enquired into by us; and
- there are a number of individuals which comprise "management" and therefore there is no single individual who is likely to be able to override controls to effect a fraud.

We designed our audit procedures to respond to identified audit risks, including non-compliance with laws and regulations (irregularities) that are material to the financial statements. Some of the specific procedures performed to detect irregularities, including fraud, are detailed below:

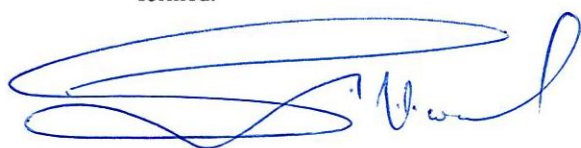
- the review of control accounts and journal entries for large or unusual activities;
- the analytical review of the statement of financial activities for variances that are either unexpected or considered not to be in accordance with our understanding of the charitable activities during the year;
- obtaining and reviewing for completeness a list of entries and persons considered to be related parties (as defined by Financial Reporting Standard 102) and reviewing the ledgers of the Charity for previously unreported related party transactions;
- review of transactions and journals for any indication of fraud or management override; and
- review of Trustee meeting minutes for unrecorded transactions.

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

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for>. This description forms part of our auditor's report.

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: 24th January 2023

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

NANAKSAR THATH ISHER DARBAR TRUST

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2022

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
INCOMING RESOURCES					
Incoming resources from generating funds:					
Donations and Legacies	4	3,322,405	-	3,322,405	1,288,3597
Fundraising Activities	5	-	-	-	-
Other Income	6	18,750	-	18,750	10,200
TOTAL INCOMING RESOURCES		3,341,155		3,341,155	1,298,597
RESOURCES EXPENDED					
Costs of generating funds:					
Fundraising trading: cost of goods sold and other costs	7	-	-	-	-
Charitable activities	8	3,609,152		3,609,152	35,484
Governance costs	9	48,605		48,605	(181,401)
TOTAL RESOURCES EXPENDED		(3,657,757)		(3,657,757)	(145,917)
NET (OUTGOING) / INCOMING RESOURCES FOR THE YEAR		(316,602)		(316,602)	1,152,679
RECONCILIATION OF FUNDS					
Total funds brought forward		2,932,967		2,932,967	1,780,288
TOTAL FUNDS CARRIED FORWARD		2,616,365		2,616,365	2,932,967

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 relate to continuing activities.

The notes on pages 14 to 21 form part of these financial statements

NANAKSAR THATH ISHER DARBAR TRUST

STATEMENT OF FINANCIAL POSITION

31 MARCH 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Tangible assets	13	4,354,584	4,348,864
CURRENT ASSETS			
Debtors	14	62,686	3,362,421
Cash at bank and in hand		55,902	16,411
		<u>118,588</u>	<u>3,378,832</u>
CREDITORS: Amounts falling due within one year	15	<u>(400,437)</u>	<u>(1,094,218)</u>
NET CURRENT ASSETS/(LIABILITIES)		(281,849)	2,284,614
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,072,735</u>	<u>6,633,478</u>
CREDITORS: Amounts falling due after more than one year	16	<u>(1,456,370)</u>	<u>(3,700,510)</u>
NET ASSETS		<u>2,616,365</u>	<u>2,932,967</u>
FUNDS			
Restricted funds	17	-	-
Unrestricted income funds	18	2,616,365	2,932,967
TOTAL FUNDS		<u>2,616,365</u>	<u>2,932,967</u>

These financial statements were approved by the Board of Trustees and authorised for issue on 24th January 2023 and are signed on their behalf by:



Amarjit Singh (Trustee)



Lakhwinder Singh Mahal (Trustee)

The notes on pages 14 to 21 form part of these financial statements

NANAKSAR THATH ISHER DARBAR TRUST

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2022

	2022 £	2021 £
Cash flows from operating activities		
Net income	(316,602)	1,152,679
	<hr/> (316,602)	<hr/> 1,152,679
Adjustment for:		
Depreciation of tangible fixed assets	10,680	6,580
Dividends, interest and rents from investments	7,720	201,308
Changes in:		
Trade and other debtors	3,299,735	(1,940,727)
Trade and other creditors	(2,937,922)	705,784
	<hr/> 63,611	<hr/> 125,623
Cash generated from operations		
	<hr/> 63,611	<hr/> 125,623
Net cash from operating activities		
Cash flows from investing activities		
Dividends, interest and rents from investments	(7,720)	(201,308)
Purchase of fixed Assets	(16,400)	(2,604)
Proceeds from sale of tangible fixed assets	-	-
	<hr/> (24,120)	<hr/> (203,912)
Net cash used in investing activities		
	<hr/> 39,491	<hr/> (78,288)
Net Increase/(Decrease) in cash and cash equivalents		
Cash and cash equivalents at beginning of year	16,411	94,699
Cash and cash equivalents at end of year	55,902	16,411

The notes on pages 14 to 21 form part of these financial statements

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

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

These financial statements of the charity, which constitutes a public benefit entity as defined by FRS 102, 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 in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities Act 2011.

The 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 applicable in the UK and Republic of Ireland issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention as modified by the use of fair values for certain financial instruments in accordance with policies set out below and in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" ("published in 2019").

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.

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.

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

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.

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.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the Charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for good and services donated by volunteers. However, it is under consideration to quantify such services and report in the financial statements.

The charity receives government grants in respect of Furlough and Covid Grants. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

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, and 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.

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

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)

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 2022 £	Total Funds 2021 £
Donations	3,224,811	-	3,224,811	1,049,159
Grant Income	19,400	-	19,400	31,067
Gift Aid	78,194	-	78,194	208,171
	<u>3,322,405</u>	<u>-</u>	<u>3,322,405</u>	<u>1,288,397</u>

5. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Fundraising Events-Prakash	-	-	-

This event was temporarily halted due to Covid Impact and has been resumed from the next year 2022/23.

6. OTHER INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Rental Income	18,750	-	18,750	10,200
	<u>18,750</u>	<u>-</u>	<u>18,750</u>	<u>10,200</u>

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

7. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	Unrestricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Prakash	-	-	-

This event was temporarily halted due to Covid Impact and has been resumed from the next year 2022/23.

8. ALLOCATION OF CHARITABLE ACTIVITIES

	Unrestricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Support Costs	264,643	264,643	(35,484)
Overseas Donations Paid	3,344,509	3,344,509	-
	3,609,152	3,609,152	(35,484)

Board of Trustees under the divine guidance of their chairman agreed to withdraw very lengthy and costly legal proceedings to recover a debt of £3,344,509 from NTIDT Canada. As a goodwill gesture this amount has been treated as a donation (Contribution) towards the construction of Sikh Temple by NTIDT Canada. In reciprocation NTIDT Australia waived their loan balance of £2,604,458 (Included in Note 4 Donations) to mitigate the financial impact of these transactions on NTIDT (UK).

ALLOCATION OF SUPPORT COSTS

	Unrestricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Salaries and wages (including social security costs)	66,473	66,473	32,046
Premises costs	179,857	179,857	127,057
Bank Charges and Loan Interest	8,487	8,487	(194,769)
Depreciation	10,680	10,680	6,580
Sundry	(854)	(854)	(6,398)
	264,643	264,643	(35,484)

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 Nil (2021- £216,010).

9. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Accountancy fees & Non Audit Services	21,800	21,800	14,430
Audit fees	4,200	4,200	4,200
Legal & Professional	22,605	22,605	162,771
	48,605	48,605	181,401

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

10. NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

	2022	2021
	£	£
Depreciation	10,680	6,580
Auditors' remuneration:		
- audit of the financial statements	4,200	4,200

An amount of £21,800 (2021 - £14,430) was paid to RSA Associates (Auditors) for Accountancy Services.

11. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2022	2021
	£	£
Wages and salaries	63,498	30,391
Social security costs	2,976	1,655
	66,473	32,046

Particulars of employees:

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

2022	2021
7	4

No employee received remuneration of more than £60,000 during the year (2021 - Nil).

12. TRUSTEES' REMUNERATION AND BENEFITS

There were no Trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' Expenses

There were no Trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Covid Relief Payment

Mr Amarjit Singh (Trustee) received a Covid relief payment of £ Nil (2021- £3,000) during the year.

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

13. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment £	Fixtures & Fittings £	Total £
COST				
At 1 April 2021	4,337,818	158,194	301,675	4,797,687
Additions	-	16,400	-	16,400
Disposal	-	-	-	-
At 31 March 2022	4,337,818	174,594	301,675	4,814,087
DEPRECIATION				
At 1 April 2021	-	148,645	300,177	448,823
Charge for the year	-	9,481	1,198	10,679
At 31 March 2022	-	158,126	301,375	459,502
NET BOOK VALUE				
At 31 March 2022	4,337,818	16,468	300	4,354,584
At 1 April 2021	4,337,818	9,548	1,498	4,348,864

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.

14. DEBTORS

	2022 £	2021 £
Amounts owed by related parties (Note 20)	-	3,344,509
Other debtors	62,686	17,912
	62,686	3,362,421

15. CREDITORS: Amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	-	253,901
DFE Loan	11,980	36,000
Taxation and social security	-	-
Other creditors	363,346	774,486
Accruals	25,111	29,831
	400,437	1,094,218

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

16. CREDITORS: Amounts falling due after more than one year

	2022 £	2021 £
DFE Loan	248,088	224,068
Amounts owed to related parties (Note 20)	761,063	3,371,306
Loans From Trustees (Note 20)	447,218	105,136
	<u>1,456,370</u>	<u>3,700,510</u>

17. RESTRICTED INCOME FUNDS

	Balance at 1 Apr 2021 £	Movement in the year £	Balance at 31 Mar 2022 £
Restricted Funds	-	-	-

18. UNRESTRICTED INCOME FUNDS

	Balance at 1 Apr 2021 £	Incoming resources £	Balance at 31 Mar 2022 £
General Funds	2,932,967	(316,602)	2,616,365

Unrestricted Funds

Unrestricted Funds consist of unrestricted voluntary Income and unrestricted expenditure. Please refer to notes 4-7 for a breakdown of these funds.

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Restricted funds:	-
Unrestricted funds:	2,616,365

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Tangible Assets	4,354,584		4,354,584	4,348,864
Current Assets	118,588		118,588	3,378,832
Creditors: Amounts falling due within one year	(400,437)		(400,437)	(1,094,218)
Creditors: More than one year	(1,456,370)		(1,456,370)	(3,700,510)
	2,616,365		2,616,365	2,932,967

NANAKSAR THATH ISHER DARBAR TRUST

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

20. 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 £Nil (2021 - £3,344,509) due from Nanaksar Thath Isher Darbar, Canada. Creditors (falling due after more than one year) include an amount of £759,649 (2021 - £765,433) payable to The New Zealand Nanaksar Thath Isher Darbar, an amount of £Nil (2021- £2,604,458) payable to Anand Isher (Australia), an amount of £1,415 (2021- £1,415) payable to Nanaksar Trust USA. These are related parties by virtue of the fact that these institutions have one or more than one common Trustees/Chairman who has significant control of the management

An amount of £5,000 (2021 - £2,500) was paid for use of school premises as per service level agreement with Guru Nanak Sikh Academy (GNSA). Charity is the designated faith body for this school.

Related party balances owed to Trustees are as follows:

An amount of £105,136 (2021 - £105,136) payable to Mr SS Nahal and an amount of £342,082 (2021 £Nil) payable to Mr Lakhvinder Singh Mahal. Mr SS Nahal was reimbursed loan interest of £6,623.40 (2021- £6,623.40) during the year.

Salaries paid out to Trustees' family members during the year were as follows:

Two of Mr Amarjit Singh's family members were paid a salary of £10,800 (2021 - £9,600) gross each during the year. One Family member of Mr Gursharan Singh was paid a salary of £4,800 (2021-£Nil) gross during the year.

21. POST BALANCE SHEET EVENT

On 5th August 2022, Ontario Supreme Court of Justice released, acquitted and forever discharged all parties related to NTIDT Canada and NTIDT UK without qualification or limitation. This meant withdrawal of recovery proceedings for a debt owed by NTIDT Canada. The full financial impact of this decision has been accounted for in the current financial statements in the year ended 31/03/2022 as per note 8, as the decision to withdraw legal proceedings in this case was taken by the management before the yearend.