

**N SETHIA FOUNDATION**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 5 APRIL 2021**

**N SETHIA FOUNDATION****FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2021**

**TRUST**                      Established by trust deed on 22 August 1995 and registered on 27 September 1995.

**BANKERS**                      Barclays Bank plc

**INVESTMENT  
BANKERS**                      Barclays Bank (Suisse) SA

**INDEPENDENT  
AUDITOR**                      Boydell & Co  
Statutory Auditor  
Chartered Accountants  
146B Chiswick High Road  
London  
W4 1PU

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## **N SETHIA FOUNDATION**

### **REPORT OF THE TRUSTEES**

#### **FOR THE YEAR ENDED 5 APRIL 2021**

The trustees present their report together with the annual financial statements for the year ended 5 April 2021. The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and 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) effective 1 January 2019.

#### **Objectives and activities**

The N Sethia Foundation ("the Trust") was established to express the charitable intentions of Mr Nirmal Kumar Sethia and his family. The income and the capital of the Trust is to be used exclusively for the benefit of charitable purposes at the discretion of the trustees.

The legally permitted objectives are wide and cover generally accepted charitable objects.

The main charitable activities funded by the Foundation are for medical research and U.K. heritage conservation.

The Foundation offers assistance and services without any discrimination of caste, creed, gender or religion. It also provides financial assistance to the unfortunate, serving them in all possible ways. The Foundation funds valuable medical research which will have a positive impact on people's health and well-being.

The trustees have referred to the Charity Commission's guidance on public benefit with due regard when reviewing the type of activities the Trust should undertake.

#### **Achievements and performance**

The main charitable activities funded by the Trust during the year were for the advancement of education. The list of grants provided during the year is included in note 4 to the financial statements. The Trust does not directly perform charitable activities.

The amount of donation received from Sethia London Limited and Newby Teas (UK) limited is expected to vary from year to year. During the year the Trust received £487,213 from Sethia London Limited.

#### **Fund raising activities**

The charity does not raise finance through fund raising activities. It's main source of donation receipts is under a deed of covenant with Sethia London Limited and Newby Teas (UK) Limited.

#### **Financial review**

The charity's financial activities are shown on page 10 of these financial statements. The trustees regard the state of affairs of the charity to be satisfactory. The trustees aims to maximise growth and income from the investments without taking undue risks.



## **N SETHIA FOUNDATION**

### **REPORT OF THE TRUSTEES (CONTINUED)**

#### **FOR THE YEAR ENDED 5 APRIL 2021**

##### **Financial review (continued)**

The net movement of total funds for the year was £343,056 (2020: £691,738). Charitable activities amounted to £109,506 (2020 : £8,172).

The fund balance as at year ended 5 April 2021 was £9,023,599 (2020: £8,680,543) and consisted primarily of investments in the Chitra Collection (see <https://nsethiafoundation.com/>).

##### **Structure, governance and management**

The Trust was established by trust deed on 22 August 1995 and registered as a charity on 27 September 1995 under registration number 1049481.

The Trust does not invite donation from members of the general public. The Trust achieves its objectives mainly by making grants to other charitable institutions and deserving causes.

New trustees are appointed by the settlor of the Trust, Mr Nirmal Kumar Sethia, during his lifetime, and thereafter by unanimous approval of the trustees. On appointment of the new trustees, one of the existing trustees explains to the new trustee the decision-making process of the Trust and provides an overview of the administrative procedures employed by the Trust.

##### **Plans for the future periods and going concern**

The Trust has adequate funds to meet the Trust's commitments for the coming year. The trustees will seek similar long term projects that will accord with the objectives of the Foundation. The trustees continues to consider proposals for major projects mainly in the field of medicine and education.

##### **Risks and principal uncertainties**

The trustees have reviewed the charity's activities and they have considered the risks to which it is exposed and systems have been established to enable reports to be produced so that the necessary steps can be taken to lessen those risks. They are mindful that the main source of income is from Sethia London Limited and Newby Teas (UK) Limited (See note 10).

The trustees have reviewed the charity's position in relation to the COVID-2019 pandemic and believe that the charity is well positioned to weather the current uncertainty with a strong funding and liquidity position. The trustees are aware of this risks and have adopted prudent policy during 2021 with their donation policy.

##### **Reserves policy**

Given the fluctuation in donations received, the Trust's policy is to retain sufficient funds to meet its grant commitments. The trustees recognise the need to maintain sufficient reserves to continue their operations. At the year ended 5 April 2021 the Trust is holding £9.02m in reserves to cover its financial commitments of £1.09m. Given the current Covid pandemic the Trustees applied as much as was prudent of the Trust's funds in relation to the objectives of the Charity.



**N SETHIA FOUNDATION****REPORT OF THE TRUSTEES (CONTINUED)****FOR THE YEAR ENDED 5 APRIL 2021**

The trustees have regular meetings to discuss and consider the status of the Trust's funding, reserves, risks, investments and grant making. The administration of grants and the processing and handling of applications is carried out by the employees of Sethia London Limited as the Trust has no paid staff.

The trustees throughout the year were as follows:

Mr Nirmal Kumar Sethia

Ms Richa Sethia

Mr Amrao Jain

Mr Arun Bhattacharya

Lord Ara Darzi (appointed 15 June 2020).

**Statement of responsibilities of the trustees of N Sethia Foundation in respect of the trustees annual report and the financial statements**

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each 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 the financial statements, the trustees are required to:

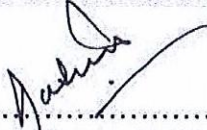
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures 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 company will continue in business.

**N SETHIA FOUNDATION****REPORT OF THE TRUSTEES (CONTINUED)****FOR THE YEAR ENDED 5 APRIL 2021****Statement of responsibilities of the trustees of N Sethia Foundation in respect of the trustees annual report and the financial statements (continued)**

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and 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 in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

On behalf of the Board of Trustees

  
.....  
Mr Nirmal Kumar Sethia  
Trustee

4 November 2021



## **N SETHIA FOUNDATION**

### **INDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF N SETHIA FOUNDATION**

#### **Opinion**

We have audited the financial statements of N. Sethia Foundation ("the charity") for the year ended 5 April 2021, shown on pages 10 to 19, which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cashflows and related notes, including the accounting policies in note 1. 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 5 April 2021 and of its incoming resources and applications 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, including FRS 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland; and
- have been prepared in accordance with 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 "Auditors' responsibilities for the audit of the financial statements" section of our report below. 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.

#### **Going concern**

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.



## **N SETHIA FOUNDATION**

### **INDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF N SETHIA FOUNDATION**

#### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and 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, based on our financial statements audit work, the information therein 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 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
- 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.

#### **Trustees' responsibilities**

As explained more fully in the Statement of Trustees' Responsibilities set out on page 5, 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.

#### **Auditors' responsibilities**

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.



## N SETHIA FOUNDATION

### INDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF N SETHIA FOUNDATION

#### **Auditors' responsibilities (continued)**

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 our Report of the Independent Auditors 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 Report of the Independent Auditors.

#### **Extent to which the audit was considered capable of detecting irregularities, including fraud**

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:

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

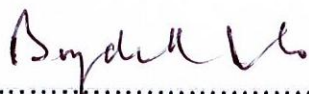
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 charitable company'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 charitable company to cease to continue as a going concern.

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.



N SETHIA FOUNDATIONINDEPENDENT AUDITORS REPORT TO THE TRUSTEES OF N SETHIA FOUNDATION**Use of our report**

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....  
Boydell & Co  
Statutory Auditor  
146B Chiswick High Road  
London  
W4 1PU

4 November 2021



**N SETHIA FOUNDATION****STATEMENT OF FINANCIAL ACTIVITIES****FOR THE YEAR ENDED 5 APRIL 2021**

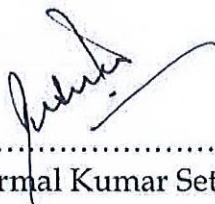
		Unrestricted funds	Total 2021	Total 2020
		<hr/>	<hr/>	<hr/>
<b>Income and endowments from:</b>				
Donations and grants	(3)	487,213	487,213	536,329
Investment income and interest		-	-	31
<b>Total income</b>		<hr/> 487,213 <hr/>	<hr/> 487,213 <hr/>	<hr/> 536,360 <hr/>
<b>Expenditure on:</b>				
Charitable activities	(4)	109,506	109,506	8,172
Other expenditure / (income)	(5)	34,651	34,651	57,670
<b>Total expenditure</b>		<hr/> 144,157 <hr/>	<hr/> 144,157 <hr/>	<hr/> 65,842 <hr/>
<b>Net income/ (expenditure)</b>		<hr/> 343,056 <hr/>	<hr/> 343,056 <hr/>	<hr/> 470,518 <hr/>
<b>Net gains on disposal of investments</b>		-	-	221,220
<b>Net movements in funds</b>		<hr/> 343,056 <hr/>	<hr/> 343,056 <hr/>	<hr/> 691,738 <hr/>
<b>Reconciliation of funds:</b>				
Total funds brought forward		8,680,543	8,680,543	7,988,805
<b>Total funds carried forward</b>		<hr/> £ 9,023,599 <hr/> =====	<hr/> £ 9,023,599 <hr/> =====	<hr/> £ 8,680,543 <hr/> =====

The notes on pages 13 to 19 form an integral part of these financial statements.

**N SETHIA FOUNDATION****BALANCE SHEET AT 5 APRIL 2021**

		<u>2021</u>	<u>2020</u>
<b>Fixed assets</b>			
Investments	(7)	9,603,957	9,603,957
<b>Current assets</b>			
Cash at bank and on deposit		506,689	318,957
<b>Creditors: amounts falling due within one year</b>	(8)	(87,047)	(242,371)
<b>Net current (liabilities)/assets</b>		<u>419,642</u>	<u>76,586</u>
<b>Net assets less current liabilities</b>		<u>10,023,599</u>	<u>9,680,543</u>
<b>Creditors: amounts falling due after one year</b>	(9)	(1,000,000)	(1,000,000)
<b>Net assets</b>		<u>£ 9,023,599</u> =====	<u>£ 8,680,543</u> =====
<b>Funds</b>			
Restricted	(1)	-	-
Unrestricted	(1)	9,023,599	8,680,543
<b>Total funds</b>	(1)	<u>9,023,599</u> =====	<u>£ 8,680,543</u> =====

Approved by the Board of Trustees on 4 November 2021 and authorised for issue on its behalf by:

  
 .....  
 Mr Nirmal Kumar Sethia  
 Trustee

The notes on pages 13 to 19 form an integral part of these financial statements.



**N SETHIA FOUNDATION****STATEMENT OF CASHFLOWS AT 5 APRIL 2021**

	<b><u>Notes</u></b>	<b>2021</b> £	<b>2020</b> £
<b>Cash flows from operating activities</b>			
Net cash provided by operating activities	15	187,732	302,645
<b>Cash flows from investing activities</b>			
Dividends and interest from investments		-	31
Payments to acquire investments		-	(1,168,106)
Proceeds on disposal of investments		-	1,158,379
<b>Net cash used in investing activities</b>		-	(9,696)
<b>Change in cash and cash equivalents in the year</b>		187,732	292,948
Cash and cash equivalents at the beginning of the year		318,957	26,009
<b>Cash and cash equivalents at the end of the year</b>	16	506,689	318,957

The notes on pages 13 to 19 form an integral part of these financial statements.

## **N SETHIA FOUNDATION**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **FOR THE YEAR ENDED 5 APRIL 2021**

##### **Statutory information**

N. Sethia Foundation is an unincorporated charity, domiciled in England and Wales, established by trust deed on 22 August 1995. The charity was registered with the Charities' Commission on 27 September 1995 and has the registered charity number 1049481. Accordingly, it should be exempt from tax in respect of its charitable activities, gains and investment income.

The registered office is N Sethia House, 105 St John Street, London, EC1M 4AS.

##### **Statement of compliance**

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) (effective 1 January 2019) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (as amended by SORP update bulletin 1 concerning the non disclosure of a cashflow statement) and the Charities Act 2011.

There were no material departures from the standard.

N. Sethia Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

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

#### **1. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared in accordance with Financial Reporting Standard 102 ('FRS 102'). The presentation currency of these financial statements is sterling. In preparing the financial statements the charity follows best practice as laid down in the "Statement of Recommended Practice Accounting and Reporting by Charities" SORP 2019.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements. The financial statements are prepared on the historical cost basis.

Judgements made by the trustees, in the application of these accounting policies that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed below.

The trustees have reviewed the charity's financial position and considered the impact of future activities, to ensure it is appropriate to produce the accounts on a going concern basis.



**N SETHIA FOUNDATION****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2021 (CONTINUED)****1. Accounting policies (continued)****Income recognition**

Income is accounted for at the point at which the charity earns the right to its consideration by its performance. All income is derived from activities carried out in the UK.

All income is included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies apply to categories of income:

Donations are reported gross on a receivable basis.

Grants receivable income, where related to performance and specific deliverables, is accounted for as the charity earns the right to consideration by its performance. Where income is received in advance of performance, its recognition is deferred and included in creditors. Where entitlement occurs before income is received, the income is accrued.

Investment income is accounted for when receivable and includes the related tax recoverable.

**Expenditure recognition**

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

Grants payable are charged in the year when the offer is conveyed to the recipient, except in cases where the offer is conditional, such grants being recognised as expenditure when the conditions are fulfilled.

Governance costs are the costs associated with the running of the charity, as opposed to the direct management functions inherent in generating funds, service delivery and programme or project work. These include such items as external audit, legal advice for trustees and costs associated with legal and statutory requirements.

Administration expenditure comprises all costs incurred in running the charity which cannot be directly allocated to the charity's projects or to fund raising.

**Support cost allocation**

Support costs, which include office functions such as general management, budgeting and accounting, information technology, human resources and financing, are allocated across the categories of charitable expenditure, governance costs and the costs of generating funds.

**Investments**

Listed investments are included in the financial statements at market value as at the year end and unlisted investments are included at cost. Gains and losses on investment asset disposals are taken to the accounts on which the investments are held as disclosed in the financial statements.

The charity accounts for its investments in associates at cost less impairment.



**N SETHIA FOUNDATION****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2021 (CONTINUED)****1. Accounting policies (continued)****Basic financial instruments**

Other debtors are recognised initially at transaction price less attributable transaction costs. Other creditors are recognised initially at transaction price plus attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors. If the arrangement constitutes a financing transaction, for example if payment is deferred beyond normal business terms, then it is measured at the present value of future payments discounted at a market rate of instrument for a similar debt instrument.

**Cash and cash equivalents**

Cash and cash equivalents comprise cash balances and bank deposits.

**Funds**

Unrestricted funds represent the funds of the charity that are not subject to any restrictions regarding their use and are available for application for the aims of the charity.

Restricted funds may be expended only on the specific object for which they were given. The charity had no restricted funds either in the current year nor in the previous year.

**Foreign currencies**

Assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the average rate for the year.

**2. Judgements and key sources of estimation uncertainty**

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The trustees do not consider there to be any estimates or judgements that are critical to the financial statements.



**N SETHIA FOUNDATION****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2021 (CONTINUED)**

<b>3. <u>Incoming resources - donations</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>
Donations from related entities	£ 487,213	£ 536,329
	=====	=====
<b>4. <u>Direct charitable expenditure</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>
Imperial college London	50,000	-
The PCC Of the Charltons-St Mary the virgin Church	27,000	-
Aurora Humanatarian Aid	15,234	-
NHS Support during Covid-19	10,651	-
Mercy and Health	5,621	-
Urology Cancer Research and Education	1,000	-
Future Talent	-	7,922
Grant of less than £5,000	-	250
	£ 109,506	£ 8,172
	=====	=====
<b>5. <u>Other expenditure</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>
Independent auditor's report	3,676	2,400
Financial charges and interest	55	1,822
Printing, postage and stationery	150	4,967
Foreign exchange losses	30,770	48,481
	£ 34,651	£57,670
	=====	=====
<b>6. <u>Average number of employees</u></b>		

During the year, the Foundation had no employees (2020: nil).

**N SETHIA FOUNDATION****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2021 (CONTINUED)****7. Investments**

	Investment in a Private company	Other Investments	Total
	£	£	£
Cost at 6 April 2020	350,000	9,253,957	9,603,957
Addition of unlisted investment at cost	-	-	-
Disposal proceeds	-	-	-
Unrealised net gain	-	-	-
Cost at 5 April 2021	<u>£ 350,000</u>	<u>£ 9,253,957</u>	<u>£ 9,603,957</u>
	=====	=====	=====

In the opinion of the trustees the market value of the unlisted UK investments is at least equal to the cost of £9,603,957 (2020: £9,60,957) at year end.

The unlisted investments comprise 350,000 ordinary £1 shares in Newby Teas (UK) Limited, an associate company, and the Chitra Collection (see <https://chitracollection.com/>), a collection of historic, tea-related artefacts.

Had the investment in associate been accounted for using the equity method, its carrying value would have been £422,958 (2020: £510,319) rather than the current cost of £350,000. See note 10 below for details of the associate's donation in the year.



**N SETHIA FOUNDATION****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2021 (CONTINUED)****8. Creditors: amounts falling due within one year**

	<u>2021</u>	<u>2020</u>
Accruals	2,371	2,371
Other creditors	24,676	-
Grant commitments	60,000	240,000
	<u>£87,047</u>	<u>£242,371</u>
	=====	=====

**9. Creditors: amounts falling due after one year**

	<u>2021</u>	<u>2020</u>
Grant commitments due greater than five years	£ 1,000,000	£ 1,000,000
	=====	=====

**10. Related party transactions**

The trustees were not paid any remuneration or expenses during the year (2020: £nil).

Other creditors of £24,676 relates to amounts due to Sethia London Limited.

Donations received for the year ended 31 March 2021 from related entities were as follows:

Sethia London Limited: £487,213 (2020: £386,329)

Newby Teas (UK) Limited: £nil (2020: £150,000)

Additionally, the charity purchased £nil of tea-related investments from Sethia London Limited (2020: £1,167,689) and £10,651 of tea from Newby Teas (UK) Limited (2020: £nil).

The companies are related parties by virtue of the fact that they are ultimately owned by both the Sethia Family and Sethia Family Trusts.

There are no additional related party transactions to report.

**11. Contingent liabilities**

At 5 April 2021 the charity had no contingent liabilities.

**N SETHIA FOUNDATION****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 5 APRIL 2021 (CONTINUED)****12. Off balance sheet arrangements**

There are no material off-balance sheet arrangements to disclose.

**13. Events since the balance sheet date**

There are no events on which to report.

**14. Financial instruments**

The charity has no other financial instruments than basic financial instruments.

**15. Reconciliation of net income/(expenditure) to net cash flow from operating activities**

	2021	2020
	£	£
<b>Net income/(expenditure)</b>		
Net cash provided by operating activities	343,056	691,738
<b>Cash flows from investing activities</b>		
Dividends and interest from investments	-	(31)
Gains on investments	-	(221,220)
Decrease in debtors	-	12,158
Decrease in creditors	(155,324)	(180,000)
<b>Net cash used in investing activities</b>	<u>187,732</u>	<u>302,645</u>

**16. Analysis of cash and cash equivalents**

	2021	2020
	£	£
Cash at bank	506,689	318,957
<b>Total cash equivalents</b>	<u>506,689</u>	<u>318,957</u>