

DIVINE ONKAR MISSION
REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2022

Charity Commission Reference No: 1074527
Company Registered No: 3566158

DIVINE ONKAR MISSION

**DRAYTON STREET
Wolverhampton WV2 4EA**

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DIVINE ONKAR MISSION

SIGNIFICANT INFORMATION

Divine Onkar Mission is established as a company limited by guarantee (Company Registered No: 3566158) and is registered as a charity with the Charity Commission England and Wales (Reg No: 1074527). The affairs of the association are governed by its memorandum and articles of association. The liability of the members in the event of the Association being wound up is limited to a sum not exceeding £1.

REGISTERED OFFICE

Drayton Street
Wolverhampton
WV2 4EA

BANKERS

Barclays Bank Plc
Bank House
1A Chapel Ash
Wolverhampton
WV3 0TL

HSBC Bank Plc
9 Queen Square
Wolverhampton
WV1 1TE

Punjab National Bank
502-504 Dudley Road
Wolverhampton
WV2 3AA

Annual Report for the year to 31st May 2022

Divine Onkar Mission charity is registered at the above address with the Charity Commissioners (Reg. No. 1074527) and administered by a management committee comprising:

Chair	-	Mr. Tersam Lal
Director/Trustee	-	Mr. Charanjit Singh
Director/Trustee	-	Mrs. Kumlaish Kumari
Director/Trustee	-	Mr. Kulwant Singh Manak
Director/Trustee	-	Mr. Manohar Singh

The objective of the charity is to provide the relief of poverty, sickness, distress and the advancement of education of persons in need thereof by reason of their age, poverty, health or infirmity and in particular, of person's resident in India. To provide community services in the form of free yoga/meditation classes. Provision of clothing and bedding to refugees and asylum seekers at very low cost.

We aim to provide the best possible relief within the funds that are raised. We do not have any form of permanent funding from any source, only the hard work undertaken by the volunteers of this organisation. Donations are used to fund the activities of organization with the income from the shop (selling second hand goods) covering the operating costs. We have secured 12 rental properties the income from which helps fund DOM projects, as bank interests are not giving us the same return. We plan to continue to expand on these investments so we can sustain funding for our projects.

COVID19 Impact

UK

During the year as we were coming out of pandemic, the Charity managed to raise more donations and managed to continue its activities as near normal and Trustee's are satisfied that the Charity will continue to provide its activities for more than twelve months after the Balance Sheet date.

India

India appears to have had a quicker recovery from the pandemic however, this has driven us to focus more on free daily langar's (free food) as the cost of living impact on the poor has been significant.

Activities in the U.K Community

Collection Boxes

We are steadily rebuilding the revenue from this stream since lockdown but nowhere near pre-lockdown volumes.

Counselling Service

Divine Onkar Mission set up a Counselling and Hypnotherapy Service in 2007. This service has been co-ordinated by Kumlaish Kumari. This service is a way of addressing the deficit in adequate culturally sensitive talking therapy provision from the statutory services. This service was partially suspended and Kumlaish has been taking as many sessions as possible following lockdown rules from her own home via video calls.

However, since the easing of lockdown rules, we are inundated by demand from members of the public suffering from acute forms of mental health issue such as suicidal ideation, anxiety and depression and social isolation. Resulting from the impact of the pandemic and lockdown.

Supporting the COVID19 relief effort

Wolverhampton City council set up a 24/7 food bank at Aldersley Stadium for those in need. We have participated by donating tinned food, rice and other foods. We have also contributed to the food bank set up by the Elias Mattu Foundation, which supports families on low income.

Activities in India

The charity provides free general medical treatment at the Onkar Hospital in Ramgarh, Jharkhand State, India and has provided free treatment to many hundreds of patients throughout the year. We support three residential schools in the states of Jharkhand and Orissa.

Over 1200 children are benefiting from the education we provide many of which are orphans. During the last 12 months, we have initiated a daily langar (food) service for those in need using the school hall as the location to feed them.

We have initiated a new project North India (Punjab) to provide care and shelter for the elderly. We will use the shelter started in Jharkhand as a template and adjust as necessary to the local needs.

We continue with the schools in Kendujuni, Orissa state as the numbers of children benefiting from the schooling has increased.

The school in the remote village of Urguttu area near Ramgargh, which is being run by two former DOM students continues to be a success.

The residential old people's home set up in Jharkhand 2018 continues to be a worthwhile cause. We are in the process of starting a similar project in Punjab state, the funding for this has been offered by some exis

935 water wells (a further 3 in progress) have been built since 1999. We provide medical support for Leprosy colonies in Jharkhand. Our ITC training Centre in Orissa, provides trade skills training for older students.

We continue with training partners (LNT construction) in Orissa and Jharkhand who have agreed to take on trainees in mechanical, electrical and construction after they complete their 16+ exams. These students get free accommodation and training for a three-month period before they are given full-time paid careers in their chosen field. We also have a partner that has taken on students to give them training in the Catering and Management industry with assurance of full-time paid careers.

Progress in India has been monitored by Charanjit Singh (Trustee) and volunteer Guddi Kaur over the last 12 months. We have plans in progress to visit projects by trustees and volunteers later in 2022 early 2023.

Charanjit Singh

For and on behalf of the Management Committee

Dated 26 October 2022

**Independent Examiner's Report to the Trustees of
Divine Onkar Mission**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 May 2022 which are set out on pages 5 to 12

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

**MAHMOOD AHED
CHARTERED CERTIFIED ACCOUNTANT**

26 October 2022

**784 Alum Rock Road
Ward End
Birmingham B8 2TE**

Company Registered No: 3566158

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MAY 2022**

Income	2022	2021
Income and endowments from	Unrestricted	Unrestricted
	funds	funds
	£	£
<i>Donations and legacies</i>		
Donations received	229,472	143,648
HMRC Gift Aid receipt	31,656	18,499
<i>Income from charitable activities</i>		
Shop sale	77,733	30,631
<i>Investment income</i>		
Bank deposit Interest receivable	338	458
Rent receivable	89,925	86,090
Other income	-	16,317
Total	429,124	295,643
Expenditure		
<i>Expenditure on charitable activities</i>		
Amount sent to partner organisations in India for operational programmes	165,000	120,000
Other Donations	-	43
-		
<i>Governance and support cost</i>		
Employees cost	78,721	57,613
Rates and water	5,972	7,257
Insurance	4,445	5,362
Heat and light	3,054	3,273
Telephone	1,282	1,217
Print, post and stationery	47	425
Computer and website cost	159	-
Repairs and renewals	2,053	4,559
Motor and travelling expenses	6,132	3,485
Fund Raising cost	216	-
Sundry expenses	261	534
Bank charges		184
Legal and professional fee	736	-
Accountancy fees	700	700
Loss on disposal of fixed asset		-
Depreciation: motor vehicles	1,535	2,047
Depreciation: fixtures and fittings	674	793
Depreciation: Freehold property	1,700	1,700
Total	272,687	209,192

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STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MAY 2022 (Continued)

	2022	2021
Net Incoming Resources for the year	156,437	86,451
	-----	-----
NET MOVEMENT IN FUNDS	156,437	86,451
 RECONCILIATION OF FUNDS		
Funds balance brought forward	2,792,672	2,706,221
	-----	-----
Fund balance carried forward	<u>2,949,109</u>	<u>2,792,672</u>

The statement of financial activities includes all gains and losses recognized in the year.
 All incoming resources and resources expended derive from continuing activities

**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MAY 2022**

	Notes	2022 £	2021 £
INCOME			
Donations	2	261,128	162,147
Charitable activities		77,733	30,631
Interest and investment income	3	90,263	86,548
Other income		-	16,317
		-----	-----
Gross Income		429,124	295,643
		=====	=====
EXPENDITURE			
Expenditure on charitable activities		165,000	120,043
Governance and support cost		107,687	89,149
		-----	-----
Total expenditure		272,687	209,192
		=====	=====
Net Income for the year		156,437	86,451
Funds balance brought forward		2,792,672	2,706,221
		-----	-----
Funds balance carried forward		2,949,109	2,792,672
		=====	=====

The statement of financial activities includes all gains and losses recognized in the year.
All incoming resources and resources expended derive from continuing activities, and the reported surplus was found under the historical cost convention.

The notes on page 9 to 12 form an integral part of these accounts.

**BALANCE SHEET
AS AT 31 MAY 2022**

	Notes	£	2022 £	£	2021 £
FIXED ASSETS					
Tangible assets	5		320,491		324,400
Investments	6		1,791,768		1,791,768
			-----		-----
			2,112,259		2,116,168
CURRENT ASSETS					
Fixed term deposits		200,000		200,000	
Cash at bank and in hand		642,969		483,519	
		-----		-----	
		842,969		683,519	
CREDITORS: Amounts falling due within one year	7	6,119		7,015	
		-----		-----	
TOTAL ASSETS LESS CURRENT LIABILITIES			836,850		676,504
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			2,949,109		2,792,672
			=====		=====
FUNDS					
General funds	8		2,949,109		2,792,672
			-----		-----
			2,949,109		2,792,672
			=====		=====

For the year ended 31 May 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board of directors on 26 October 2022 and signed on their behalf by:

.....
Charanjit Singh
DIRECTOR/TRUSTEE

The notes on pages 9 to 12 form an integral part of these accounts.

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2022**

Summary of significant accounting policies

1. Basis of preparation

1.1 Basis of accounting

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by 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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accountancy policy notes. Where necessary the headings laid down in the Companies Act have been adapted to meet the special activities of the Association.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS102 Section 1A

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity.

The charity constitutes a public benefit entity as defined by FRS 102.

1.2 Income

Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Grants and donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met. Revenue grants are credited to the income and expenditure account as received, unless related to a specific period, when it is placed in a restricted funds until it is used.

1.3 Gifts in kind

The charity receives the benefit of work carried out by volunteers, and receives the use of facility and equipment without charge. No value is placed on these items, where the benefit extends over several periods, in which case they are valued and included in the balance sheet at a reasonable valuation.

1.4 Tax reclaims on donations and gifts

Gift aid receivable is included in income when there is a valid declaration from the donor. Any gift aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise

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**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2022**

1.5 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. As a registered charity, the company benefits from Rates but not from VAT. Irrecoverable VAT is included in the cost of those items to which it relates.

1.6 Depreciation

Depreciation of fixed assets is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold building	1/2% on cost
Fixtures, fittings & equipment	15% reducing balance
Motor vehicles	25% reducing balance

No depreciation is provided on freehold land

1.7 Investment Properties

Investment properties for which fair value can be measured reliably are measured at fair value at each reporting date with changes in fair value recognised in 'net gains / (losses) on investments' in the SoFA.

1.8 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably

	2022	2021
	£	£
2. DONATIONS AND GIFTS		
Donations received	211,562	123,203
Collection boxes receipts	17,910	20,445
HMRC Gift Aid receipt	31,656	18,499
	-----	-----
	261,128	162,147
	=====	=====
3 INVESTMENT INCOME		
Interest receivable	338	458
Rent receivable	89,925	86,090
	=====	=====
4. MANAGEMENT AND ADMINISTRATION		
Emoluments of employees	41,981	39,821
Accountants remuneration	700	700
	=====	=====

The average monthly number of employees and full time equivalent (FTE) during the year was 3 (2021-3)

The trustees neither received nor waived any emoluments during the year (2021- nil)

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2022**

5. TANGIBLE FIXED ASSETS

	Freehold property	Motor vehicle	Fixtures & fittings	Total
	£	£	£	£
Cost				
As at 31/5/21	339,915	20,220	34,011	394,146
	-----	-----	-----	-----
As at 31/5/22	339,915	20,220	34,011	394,146
	=====	=====	=====	=====
Depreciation				
As at 31/5/20	26,150	14,081	29,515	69,746
Charge for year	1,700	1,535	674	3,909
	-----	-----	-----	-----
As at 31/5/22	27,850	15,616	30,189	73,655
	=====	=====	=====	=====
Net book value				
At 31/05/22	312,065	4,604	3,822	320,491
	=====	=====	=====	=====
At 31/5/21	313,765	6,139	4,496	324,400
	=====	=====	=====	=====

	2022 £	2021 £
6. FIXED ASSETS INVESTMENTS (Note 1.7)		
Investment properties @01/06/21	1,791,768	1,791,768
	-----	-----
Investment properties @ 31/5/22	1,791,768	1,791,768
	=====	=====

Investment properties for which fair value can be measured reliably are measured at fair value at each reporting date. The 2022 valuation was made by the directors/trustees on an fair value basis and it was considered that the difference was not material from historical cost

7. CREDITORS: Amounts falling due within one year

Other creditors	6,119	7,015
	-----	-----
	6,119	7,015
	=====	=====

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2022**

8. FUNDS

	Unrestricted funds	Unrestricted funds
Opening	2,792,672	2,706,221
Incoming resources	429,124	295,643
Outgoing resources	(272,687)	(209,192)
	-----	-----
	2,949,109	2,792,672
	=====	=====
 Represented by		
Tangible fixed assets	2,112,259	2,116,168
Net current assets	836,850	676,504
	-----	-----
	2,949,109	2,792,672
	=====	=====

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment. There is no formal policy of transfer between funds or on the allocation of funds to designated funds.

**9. PARTNER ORGANISATIONS AND
OPERATIONAL PROGRAMMES**

The Charity operates several charitable operational programmes through partner organisations in India and the grants were remitted to The Onkar Hospital in Ramgargh, Jharkhand State, the Leprosy project in Delhi and similar project in the State of Orrisa. The charity now also provide financial support for the operational programmes for school and college for the benefit of children in the local community. The Charity also support orphanages and old aged homes in India.

10. GOING CONCERN

As explained in the Trustees Report Trustees' are satisfied that the charity will be able to continue its activities as normal for the next twelve months from balance sheet date. Also there should be no impact on charities reserve policy.