

DIVINE ONKAR MISSION
REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2023

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 2023

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 ongoing Impact

UK

As with many organisations, over the last few years, we have been recovering from the downturn in the economy caused by the pandemic. We have yet to achieve the level of revenue increase prior to the Covid pandemic.

India

Our projects in India have continued to provide the free food/langar daily. Local businesses and professionals have contributed to sponsoring the daily food. To date we provided continuous daily free/food langar's since March 2019. Daily waged, plastic pickers, labourers, elderly, disabled, beggars, and destitute women, all access this service. They are treated with dignity and respect; no questions are asked. Periodically, they are given donated second-hand clothing.

Activities in the U.K Community

Collection Boxes

We are steadily rebuilding the revenue from this stream and have achieved pre-pandemic levels.

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 has continued both online and for face-to-face sessions. We work with individuals, couples, and families.

Supporting the Ukraine War crisis

We have made regular donations of essential goods and toiletries to the local Ukraine charity.

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, due to reputation and record of success, the numbers of children in our care continues to increase.

We have initiated a new project North India (Punjab), which is still under construction. This project will 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.

The school in the remote village of Urguttu area near Ramgarh, which is being run by two former DOM students continues to be a success. The school was impacted by very strong winds and lost its roof. This is now under construction.

The residential old people's home set up in Jharkhand 2018 continues to be a worthwhile cause.

1080 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 and projects in India has been monitored by yearly visits from founder Mr Tersam Lal, Charanjit Singh (Trustee), Kumlaish Kumari (Trustee), Ramesh Kumar, (volunteer) 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.

Kumlaish Kumari

For and on behalf of the Management Committee

**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 2023 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

24 October 2023

784 Alum Rock Road
Ward End
Birmingham B8 2TE

Company Registered No: 3566158

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MAY 2023**

Income	2023	2022
Income and endowments from	Unrestricted	Unrestricted
	funds	funds
	£	£
<i>Donations and legacies</i>		
Donations received	233,443	229,472
HMRC Gift Aid receipt	17,293	31,656
<i>Income from charitable activities</i>		
Shop sale	79,564	77,733
<i>Investment income</i>		
Bank deposit Interest receivable	347	338
Rent receivable	91,730	89,925
Total	422,377	429,124
Expenditure		
<i>Expenditure on charitable activities</i>		
Amount sent to partner organisations in India for operational programmes	206,000	165,000
Other Donations	5,000	
<i>Governance and support cost</i>		
Employees cost	73,625	78,721
Rates and water	4,609	5,972
Insurance	4,650	4,445
Heat and light	7,215	3,054
Telephone	879	1,282
Print, post and stationery	94	47
Computer and website cost	43	159
Repairs and renewals	4,347	2,053
Motor and travelling expenses	7,653	6,132
Fund Raising cost	216	216
Sundry expenses	740	261
Bank charges	280	-
Legal and professional fee	-	736
Accountancy fees	700	700
Depreciation: motor vehicles	1,370	1,535
Depreciation: fixtures and fittings	573	674
Depreciation: Freehold property	1,700	1,700
Total	319,694	272,687

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

	2023	2022
Net Incoming Resources for the year	102,683	156,437
NET MOVEMENT IN FUNDS	----- 102,683	----- 156,437

RECONCILIATION OF FUNDS

Funds balance brought forward	2,949,109	2,792,672
Fund balance carried forward	----- 3,051,792 =====	----- 2,949,109 =====

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 2023**

	Notes	2023 £	2022 £
INCOME			
Donations	2	250,736	261,128
Charitable activities		79,564	77,733
Interest and investment income	3	92,077	90,263
		-----	-----
Gross Income		422,377	429,124
		=====	=====
EXPENDITURE			
Expenditure on charitable activities		211,000	165,000
Governance and support cost		108,694	107,687
		-----	-----
Total expenditure		319,694	272,687
		=====	=====
Net Income for the year		102,683	156,437
Funds balance brought forward		2,949,109	2,792,672
		-----	-----
Funds balance carried forward		3,051,792	2,949,109
		=====	=====

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 2023**

	Notes	£	2023 £	£	2022 £
FIXED ASSETS					
Tangible assets	5		327,348		320,491
Investments	6		1,791,768		1,791,768
			-----		-----
			2,119,116		2,112,259
CURRENT ASSETS					
Fixed term deposits		280,000		200,000	
Prepayments		1,293		-	
Cash at bank and in hand		657,751		642,969	
		-----		-----	
		939,044		842,969	
CREDITORS: Amounts falling due within one year	7	6,368		6,119	
		-----		-----	
TOTAL ASSETS LESS CURRENT LIABILITIES			932,676		836,850
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			3,051,792		2,949,109
			=====		=====
FUNDS					
General funds	8		3,051,792		2,949,109
			-----		-----
			3,051,792		2,949,109
			=====		=====

For the year ended 31 May 2023 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 24 October 2023 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 2023**

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

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2023**

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

	2023	2022
	£	£
2. DONATIONS AND GIFTS		
Donations received	216,072	211,562
Collection boxes receipts	17,371	17,910
HMRC Gift Aid receipt	17,293	31,656
	<u>250,736</u>	<u>261,128</u>
3 INVESTMENT INCOME		
Interest receivable	347	338
Rent receivable	<u>91,730</u>	<u>89,925</u>
4. MANAGEMENT AND ADMINISTRATION		
Emoluments of employees	37,271	41,981
Accountants remuneration	<u>700</u>	<u>700</u>

The average monthly number of employees and full time equivalent (FTE) during the year was 3 (2022-3)

The trustees neither received nor waived any emoluments during the year (2022- nil)

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2023**

5. TANGIBLE FIXED ASSETS

	Freehold property	Motor vehicle	Fixtures & fittings	Total
	£	£	£	£
Cost				
As at 31/5/22	339,915	20,220	34,011	394,146
	-	10,500	-	10,500
	-----	-----	-----	-----
As at 31/5/23	339,915	30,720	34,011	404,646
	=====	=====	=====	=====
Depreciation				
As at 31/5/22	27,850	15,616	30,189	73,655
Charge for year	1,700	1,370	573	3,643
	-----	-----	-----	-----
As at 31/5/23	29,550	16,986	30,762	77,298
	=====	=====	=====	=====
Net book value				
At 31/05/23	310,365	13,734	3,249	327,348
	=====	=====	=====	=====
At 31/5/22	312,065	4,604	3,822	320,491
	=====	=====	=====	=====

	2023 £	2022 £
6. FIXED ASSETS INVESTMENTS (Note 1.7)		
Investment properties @01/06/22	1,791,768	1,791,768
	-----	-----
Investment properties @ 31/5/23	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	6,368	6,119
	-----	-----
	6,368	6,119
	=====	=====

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MAY 2023**

8. FUNDS

	Unrestricted funds	Unrestricted funds
Opening	2,949,109	2,792,672
Incoming resources	422,377	429,124
Outgoing resources	(319,694)	(272,687)
	<u>3,051,792</u>	<u>2,949,109</u>
Represented by		
Tangible fixed assets	2,119,116	2,112,259
Net current assets	932,676	836,850
	<u>,3051,792</u>	<u>2,949,109</u>

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.