

THE PAKHAR FOUNDATION
TRUSTEES' ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

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THE PAKHAR FOUNDATION
REGISTERED CHARITY NO. 1091409
REFERENCE AND ADMINISTRATION INFORMATION

Trustees

T T Singh
S L Singh
A M Singh
R L Wood
S J Cook
R P Singh

Charity Correspondents

Miss S J Cook
Morley House
36 Acreman Street
Sherborne
Dorset
DT9 3NX

PROFESSIONAL ADVISORS

Bankers

Barclays Bank Plc
Barclays Private Bank
One Stanhope Gate
London
W1K 1AF

Independent Examiner

R Oram BFP FCA
Albert Goodman LLP
Goodwood House
Blackbrook Park Avenue
Taunton
Somerset
TA1 2PX

THE PAKHAR FOUNDATION
TRUSTEES' ANNUAL REPORT
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The Trustees present their report and financial statements for the year ended 5 April 2021.

The reference and administration information set out on page 1 forms part of this report.

Structure, governance and management

Constitution

The Pakhar Foundation was constituted by Trust Deed on 25 February 2002 as amended 28 April 2015. It was registered with the Charity Commission on 26 March 2002, registered charity number 1091409.

Recruitment, appointment and training of Trustees

In selecting persons to be appointed as trustees, the Trustees take into account the benefits of appointing that person and the contribution that they can make to the Charity.

There shall be at least two trustees. The statutory power of appointing new trustees shall be exercisable.

Training and educational courses are identified by the Trustees and attended as appropriate. Publications with news and updates are also received and distributed.

Risks

During the year the Trustees undertook a thorough assessment of the major risks to which the Charity is exposed.

Procedures and strategies were implemented to minimise these risks where not already in place. The key risks identified are external and relate to how the financial climate affects charitable giving and the security of the Charity's assets.

The Trustees continue to mitigate against these risks through regular meetings with their external consultants of more than 10 years, iPartner India to review the Charity's activities and strategies. The Trustees have also utilised the consultancy services of Giving Evidence to evaluate, review and monitor the direct donations made to ARK India (Peepul), Project ECHO and Akshaya Patra during the year. The Trustees also utilise the expertise from its external investment and banking advisors in order to safeguard the Charity's assets and consider alternative options. The Trustees have a policy of seeking external legal advice for matters of a legal nature.

Controls and procedures are regularly reviewed by the Trustees and updated as necessary. This includes protecting against fraud through approval procedures for all payments and receipts and ensuring rigorous controls on bank accounts through appropriate signatory mandates.

Objectives and activities

Objectives

The Trustees shall hold the trust fund and its income upon trust to apply them in India and elsewhere for such charitable purposes as the Trustees in their absolute discretion deem fit.

The mission statement of the Charity is "To support charitable projects, largely in India, mainly focussed on health and education".

Achievements and performance

The Charity received £262,500 in donations and associated Gift Aid during the year (2020: £284,969).

The Charity receives donations from private sources and grants are awarded to individuals and institutions in furtherance of the Charity's charitable objects and taking due consideration of the Charity Commission published guidance on the operation of Public Benefit requirements. This includes small and medium-sized grants to India based institutions, in the field of education and health. Potential recipients of grants are assessed on a number of criteria in key areas and a scorecard approach is used to measure them. These areas are impact, scalability, sustainability, governance and innovation. These are identified by a consultant who then presents to the Trustees who consider the level of grants to be made. During the year donations were made by The Pakhar Foundation for the benefit of these chosen recipients as detailed in this report. Regular reports were received and discussions conducted between the Trustees, consultant and recipients to monitor and assess the effectiveness of the grants.

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The grants awarded have helped achieve the following:

Udayan Care – The income of the Shalinis parents were severely affected by lockdown, as they are all daily wage migrants and labourers. Support from The Pakhar Foundation enabled Udayan Care to provide immediate assistance to the families of the girls.

JamGhat Shelter Homes – Aman and Aanchal shelter homes provide education, nutrition, health care and vocational support for homeless girls and boys. The grant from The Pakhar Foundation has enabled the employment of an organisational development specialist who ensured that they complied with all governance and compliance factors to enable them to apply for funding from Trusts and Foundations.

Pardada Pardadi Education Society (PPES) – COVID-19 has had a detrimental impact on the income of many, already very poor, families. More girls are under increased pressure to leave education and either marry or work to supplement the family income. Essential rations were provided to over 800 families in the rural district of Bulandshahr, to enable the girls to continue their education.

Jamghat-Ekjut – Providing training to the mothers of street children in their Vocational Training Centre. Women are employed in the centre to stitch good quality cloth bags, made from unused/waste cloth from companies that manufacture garments. Post lockdown the women returned to make face masks, but Jamghat have struggled to market them. Basic food rations were provided to the women who were employed at the centre, to ensure that they and their families did not starve during their lockdown period.

CECOEDECON (Rakshan) – Emergency food rations were provided to families across the 27 villages that Rakshan operates in. Despite the challenges of the pandemic, the project has continued to support secondary education for secondary school dropouts and scholarships for adolescents.

Azad Foundation – Due to the lockdown, hundreds of drivers who were the sole earners for their families, lost their livelihood overnight. The drivers started delivering rations to migrants and delivering pharmaceuticals. The grant from The Pakhar Foundation assisted in providing emergency food rations and contributed towards the cost of making the vehicles COVID compliant.

Prerana (providing a safe night shelter for children of sex workers) – Within a week of the lockdown the sex workers were seriously indebted to their pimps and had no means to pay rent or buy basic rations. The law mandated that the night shelters closed. The grant from The Pakhar Foundation helped to provide basic food rations to the families of the children enrolled in the night shelters. The grant also helped Prerana to set up micro enterprises (such as small shops selling vegetables and street food) to enable the sex workers to earn a living.

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Material Grants to Institutions:

	2021	2020
Donations under iPartner		
Udayan Care	£65,407	£33,430
JamGhat	£37,156	£18,961
PPES	£58,183	£38,251
Educate Girls	£3,246	£16,606
Jamghat-Ekjut	£36,530	£20,574
CECOEDECON	£54,836	£18,788
Azad Foundation	£57,638	£24,976
Prerana	£29,178	£15,369
Rakshan	£15,000	£Nil
 Pakhar Foundation – Direct Donations		
ARK India (Peepul)	£50,000	£50,000
Project ECHO	£25,000	£25,000
Goonj	£50,000	£Nil
Akshaya Patra	£115,000	£Nil
	<hr/>	<hr/>
	£597,174	£261,955
	<hr/>	<hr/>
Other institutions	£23,730	£2,623
	<hr/>	<hr/>
Total	£620,904	£264,578
	<hr/>	<hr/>

The grants awarded were to help the beneficiaries achieve the following:

<i>Udayan Care</i>	To provide scholarships to talented Indian girls.
<i>JamGhat</i>	To provide shelter and protection for street children of Delhi.
<i>PPES</i>	To provide educational and vocational training to girls in the rural district of Bulandshahr.
<i>Educate Girls</i>	To tackle issues at the root cause of gender inequality in India's education system. Support for this project ended during the year.
<i>CECOEDECON</i>	To provide safe space for children in Malpura Block in Rajasthan's Tonk District, where it is commonplace for tribes to sell young girls into prostitution as soon as they reach puberty. A holistic approach is used to increase educational levels and improve health conditions for girls and boys while also providing rural youth, women and men with alternative livelihood opportunities.
<i>Jamghat Ekjut</i>	To provide training to the mothers of street children to give them the potential to earn money rather than begging on the streets.
<i>Azad Foundation</i>	The 'Women on wheels' programme is the first initiative of its kind in India which trains women between the ages of 18 – 35 to become professional chauffeurs and taxi drivers. These women are from the slums and other poor backgrounds in various cities.
<i>Prerana</i>	To offer the children of sex workers the opportunity of an alternative life. A life where their rights are protected, choices are created, and dignity is restored. Prerana offers shelter and a safe place to sleep for children of victims of commercial sexual exploitation.

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<i>Rakshan</i>	To support secondary education for school dropouts and scholarships for adolescents across 27 villages of Rajasthan.
<i>ARK India (Peepul)</i>	To transform lives through education.
<i>Project ECHO</i>	To improve healthcare for rural areas in India. This grant was awarded specifically to extend work in palliative care.
<i>Goonj</i>	To help provide disaster relief, humanitarian aid and community development in parts of 23 states across India.
<i>Akshaya Patra</i>	To counter classroom hunger and aid in education of children in India.

Public benefit

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.

Plans for the future

The Trustees, with the aid of consultants, have reviewed the future grant-making strategy and beneficiaries have been identified.

An appropriate system for monitoring grants has been put in place.

Financial review

Financial results

Total net movement of funds for the year amounting to a deficit of £397,614 (2020: £20,629 deficit) have been transferred to the accumulated funds of the Charity.

Reserves

The reserves of the Charity at the period end that are freely available for charitable use amounted to £520,771 (2020: £918,385).

It is the Trustees' policy to apply the reserves in grants. The incidence of grants is uneven and reserves are therefore held to meet need as it arises.

£139,297 in grants has been distributed from reserves after the year end.

THE PAKHAR FOUNDATION
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 5 APRIL 2021

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the 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 Trustees to prepare financial statements for each financial year that 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 then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make reasonable and prudent judgements and estimates;
- 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 Charity will continue in business.

The Trustees are responsible for keeping sufficient 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 provisions of 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.

S J Cook
Trustee

29 January 2022

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE PAKHAR FOUNDATION

I report to the Trustees on my examination of the accounts for The Pakhar Foundation ("the Charity") for the year ended 5th April 2021.

Responsibilities and basis of report

As the charity Trustees of the charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the 2011 Act").

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

I have completed my examination. I confirm that no material 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 charity as required by section 130 of the 2011 Act; or
2. the accounts do not comply with these records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of the accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Robert Oram BFP FCA
Albert Goodman LLP
Chartered Accountants
Goodwood House
Blackbrook Park Avenue
Taunton
Somerset
TA1 2PX

31 January 2022

THE PAKHAR FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 5 APRIL 2021

	Notes	Unrestricted and Total Funds 2021 £	Unrestricted and Total Funds 2020 £
Income and endowments from:			
Donations and legacies	2	262,500	284,969
		<hr/>	<hr/>
Total income		262,500	284,969
		<hr/>	<hr/>
Expenditure on:			
Charitable activities	3	660,114	305,598
		<hr/>	<hr/>
Total expenditure		660,114	305,598
		<hr/>	<hr/>
Net movement in funds		(397,614)	(20,629)
Reconciliation of funds:			
Total funds brought forward		918,385	939,014
		<hr/>	<hr/>
Total funds carried forward		520,771	918,385
		<hr/>	<hr/>

THE PAKHAR FOUNDATION
BALANCE SHEET
AS AT 5 APRIL 2021

	Notes	Unrestricted and Total Funds 2021 £	Unrestricted and Total Funds 2020 £
Current assets			
Debtors	5	168,708	155,255
Cash at bank and in hand		397,491	765,110
		<hr/> 566,199	<hr/> 920,365
Liabilities			
Creditors: Amounts falling due within one year	6	45,428	1,980
		<hr/>	<hr/>
Net current assets or liabilities		520,771	918,385
		<hr/>	<hr/>
Total net assets or liabilities		520,771	918,385
		<hr/> <hr/>	<hr/> <hr/>
The funds of the charity			
Unrestricted funds		520,771	918,385
		<hr/>	<hr/>
		520,771	918,385
		<hr/> <hr/>	<hr/> <hr/>

Approved by the Trustees on 29 January 2022 and signed on their behalf by:

S J Cook
Trustee

THE PAKHAR FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2021

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with 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 (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)).

The Charity meets the definition of public benefit under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy. The financial statements have been prepared on a going concern basis as there are no material uncertainties about the Charity's ability to continue operating.

Fund accounting policy

Unrestricted Funds – The funds are held so that they can be used in accordance with the Charity's objects at the discretion of the Trustees.

Income

Income is recognised in the period in which the Charity is entitled to receipt and the amount can be measured with reasonable certainty.

Donations and any associated income tax reclaimable from H M Revenue & Customs are recognised on a receivable basis.

Expenditure

Resources expended are accounted for in the period in which they are incurred. The irrecoverable element of VAT is included within the item of expense to which it relates.

Where an item of expenditure falls directly within one cost category, it is attributed to that category only. Where expenditure involves more than one category it is apportioned on a reasonable and justifiable basis.

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice.

Grants payable are payments made to individuals and institutions in furtherance of the Charity's charitable objectives. Grant awards are subject to the recipient fulfilling performance conditions or to support them over a set period. Grants are accrued when the recipient has fulfilled the conditions or over the period of support.

Cash and bank in hand

Cash at bank and in hand comprise of cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

THE PAKHAR FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
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Financial instruments

The charity only holds basic financial instruments as defined in FRS102. The financial assets and financial liabilities of the charity and their measurement basis are as follows:

Financial assets – trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Cash at bank is classified as a basic financial instrument and is measured at face value. Prepayments are not financial instruments.

Financial liabilities – trade creditors and accruals are financial instruments and are measured at amortised cost. Deferred income is not deemed to be a financial liability as the cash settlement has already taken place and there is an obligation to deliver services rather than cash or another financial instrument.

2 Donations and legacies

	2021	2020
	£	£
Donations and legacies	210,000	229,969
Gift Aid receivable	52,500	55,000
	<hr/> 262,500	<hr/> 284,969
	<hr/> <hr/>	<hr/> <hr/>

3 Charitable activities

	2021	2020
	£	£
Charitable grants		
Direct costs		
Charitable donations (Detailed in Trustees' Annual Report)	620,904	264,578
Support costs		
Consultancy fees	32,236	36,710
Professional fees	4,800	1,950
Governance costs	2,174	2,360
	<hr/> 660,114	<hr/> 305,598
	<hr/> <hr/>	<hr/> <hr/>
<u>Governance costs</u>		
Independent examiners remuneration - independent examination	2,174	2,360
	<hr/> 2,174	<hr/> 2,360
	<hr/> <hr/>	<hr/> <hr/>

4 Staff costs and Trustees' emoluments

There were no employees throughout the year (2020: None).

None of the Trustees received remuneration for their work as trustees or were reimbursed any expenses by the Charity (2020: £Nil).

THE PAKHAR FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
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5 Debtors

	2021	2020
	£	£
Gift Aid recoverable	148,750	96,250
Prepayments	19,958	59,005
	<hr/>	<hr/>
	168,708	155,255
	<hr/> <hr/>	<hr/> <hr/>

6 Creditors – amounts due in less than one year

	2021	2020
	£	£
Accrued grants payable	43,328	-
Accruals	2,100	1,980
	<hr/>	<hr/>
	45,428	1,980
	<hr/> <hr/>	<hr/> <hr/>

7 Financial instruments

Categorisation of financial instruments

	2021	2020
	£	£
Financial assets that are debt instruments measured at amortised cost	546,241	861,360
	<hr/>	<hr/>
	546,241	861,360
	<hr/> <hr/>	<hr/> <hr/>
Financial liabilities that are at amortised cost	45,428	1,980
	<hr/>	<hr/>
	45,428	1,980
	<hr/> <hr/>	<hr/> <hr/>

Total interest income for financial assets not measured at fair value through the SOFA is £Nil (2020: £Nil). This is also the total income from financial assets and liabilities. There have been no expenses, gains or losses associated with financial instruments during the year (2020: £Nil).