

THE DAVID CHAUDHARY MINISTRIES CHILDRENS HOME TRUST

England & Wales · Charity number 1092114

Details

Status Registered

Legal form Other

Registered 2002-05-21

Register [View on the Charity Commission register](#)

Contact

Address Po Box 65
Newton Aycliffe
DL5 7YR

Phone 0117 950 7189

Activities

Objects: TO PROCLAIM AND FURTHER THE GOSPEL OF GOD CONCERNING HIS SON JESUS CHRIST OUR LORD AND THE PREACHING AND TEACHING OF THE WORD OF GOD CONSISTENTLY WITH THE DOCTRINE AND ARTICLES OF BELIEF SET OUT IN THE SCHEDULE HERETO (THE DOCTRINES); AND IN FURTHERANCE OF THOSE OBJECTS TO :-A) TO PROVIDE CHRISTIAN EDUCATION CONSISTENT WITH THE DOCTRINES IN THE HOME AND IN ANY OTHER CHILDRENS HOME WHICH THE TRUSTEES MAY WISH TO ESTABLISH OR SUPPORT B) PROVIDE FROM THE INCOME OF THE TRUST FUND FINANCIAL SUPPORT FOR THE RUNNING OF THE HOME INCLUDING SPECIFICALLY BUT NOT EXCLUSIVELY THE PAYMENT OF THE COSTS OF ACCOMMODATION EDUCATION MEDICAL NEEDS AND ANY OTHER MAINTENANCE OF THE CHILDREN LIVING IN THE HOME AND THE WAGES ACCOMMODATION AND MEDICAL NEEDS OF THE STAFF A THE DISCRETION OF THE TRUSTEES

Activities: Makes grants to a specific Children's Home in India, and charities with similar objectives. Does not make grants except those specified, and refuses unsolicited applications.

Classification

- **How:** Makes Grants To Organisations, Provides Other Finance
- **What:** Education/training, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** Children/young People

Geography

- India

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£72,641	£64,316	-	-
2024-03-31	£71,242	£50,206	-	-
2023-03-31	£60,649	£45,575	-	-
2022-03-31	£68,534	£28,952	-	-
2021-03-31	£62,269	£28,013	-	-

Trustees

Name	Role	Appointed
Aaron Chaudhary		2012-02-03
JOYCE PRANEETA WILKINSON		
Michael Lawrence Taplin		2011-03-26
Rev STEPHEN PHILIP VIJENDAR CHAUDHARY		
SUSAN HORSLEY		

THE DAVID CHAUDHARY MINISTRIES CHILDRENS HOME TRUST

England & Wales - Charity number 1092114

Accounts

CHARITY REGISTRATION NUMBER: 1092114

The David Chaudhary Ministries Children's Home Trust
Unaudited Financial Statements
31 March 2025

Gresham & Gale
Chartered accountants
14 Fountain Street
Guisborough
Cleveland
TS14 6PP

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The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report

Year ended 31 March 2025

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2025.

Reference and administrative details

Registered charity name The David Chaudhary Ministries Children's Home Trust

Charity registration number 1092114

Principal office
PC Box 65
Newton Aycliffe DL5 7YR

The trustees
Mr A Chaudhary
Mr M L Taplin
Rev W T O'Leary
Mrs S Horsley
Mrs I P O'Leary
Mrs J P Wilkinson
Rev S P Chaudhary

Independent examiner
Mr J Gresham FCCA
14 Fountain Street
Guisborough
TS14 6PP

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2025

Structure, governance and management

Charitable objects

To proclaim and further the Gospel of God concerning His Son Jesus Christ our Lord and the preaching and teaching of the Word of God consistently with its Doctrines and in furtherance of those objects to: -

- a) Provide Christian education consistent with the Doctrines in the Home (The David Chaudhary Ministries Children's Home, at Gajjaram) and in any other children's home which the Trustees may wish to set up or support,
- b) Provide from the income of the Trust Fund financial support for the running of the Home including specifically but not exclusively the payment of the cost of accommodation, education, medical needs and any other maintenance of the children living in the Home and the wages, accommodation and medical needs of the staff at the discretion of the Trustees.

Organisational structure

The names of the trustees and other legal information are shown on page 1 of these accounts. The trustees were appointed by the existing Trustees, being persons who are suitably experienced, well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust. Trustees are kept up to date with changes that are required by Charity Law with the engagement of external consultants and advisors. The trustees are responsible for:

- The appointment of new trustees, being persons who are well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust.
- Approving any new ventures.
- Any remuneration of key personnel is reviewed by the trustees and any approvals are agreed upon without connected individuals being present.
- Approving any significant donation from the charity.

The day-to-day responsibilities have been delegated to Stephen Chaudhary who is in regular contact with the management of the children's home and Aaron Chaudhary.

Trustees Training

The Trustees are experienced having served on the board for many years-several since this charity was established as well as on the board of other charities. They have had no specific training with this charity but keep up to date with Trustee's role and responsibilities under Charity Law.

Public benefit

The charity Trustees have complied with their duty in section 17(5) of the 2011 Charities Act to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties. The Charity's activities are for the public benefit in that grants payable are made to works which eradicate poverty and ignorance. Payments are also made to support ministries of those who preach and teach the gospel, and who make no charge for their services and assisted by public subscription are enabled to minister.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2025

Structure, governance and management *(continued)*

Risks

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. The principle risks facing the charity are in the following categories:

- Governance risks
- Financial risks
- Law and regulation compliance

These risks are mitigated in the following ways:

- Appointment of experienced and diversely skilled individuals to the Board of Trustees
- Trustee approval for significant financial decisions
- Engagement of external consultants to advise on significant issues.

Related parties

Three of the Trustees (A. Chaudhary, M. Taplin and W. O'Leary) are also on the Board of Trustees of The David Chaudhary Ministries Fund (Registered Charity 326436).

Governance and internal control

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. Detailed returns are required from the Children's Home; annual visits are made to the Home to verify that it is properly run and that the condition of the building is of an acceptable standard, and that funds sent to the local charity are being correctly used.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continue[^])*

Year ended 31 March 2025

Objectives and activities

The charity's primary objective is to support the work of the children's home pioneered by its founders in the state of Andhra Pradesh, India, and run by a local charity called Hope Foundation. The children's home cares for children from the surrounding area who might otherwise be involved in labour and miss out on having an education. Children who attend the home must also attend school which is provided on site for the younger children, and in a local school for those who are older.

During the period under review the residential children's home was for girls only, while the kindergarten school remained for girls and boys from the local village. The home and school serve 75 orphaned or disadvantaged girls, with 36 attending the local high school and 4 supported in higher education off-site. At the time of the visit during the period under review, the school had 219 students, both boys and girls.

Sixteen staff are employed including management, teachers, classroom assistants, cleaners, cooks and a driver. The management are all qualified teachers and teach.

The home and school comply with child welfare department regulations and receive positive responses to inspections.

During the summer break, some teaching staff moved on to teaching roles in government run schools, replacement staff were appointed. This is a regular occurrence as government jobs pay very well and provide additional benefits. We are blessed with a dedicated core team of staff who remained stable and committed to our Christian ethos. Staff well-being and continuity were reviewed.

Stephen and Lesley Chaudhary made their annual visit and provided the following update: The school year began in late June, and older students progressed to further and higher education, while new pupils were admitted.

Despite challenges of seasonal extreme heat and heavy rain, the school runs consistently and keeps up to date with official closures brought on by the extremes of weather.

Essential maintenance and upgrades were completed during the school break, including replacing or repairing furniture, roof repairs to a stairwell (not part of the main structure), and vehicle maintenance. Environmental risks like flooding are monitored and managed locally.

During their visit Stephen and Lesley met with the children's guardians to encourage education beyond secondary school. An open day was held for the school children and parents/guardians.

In summary: The Children's Home and School operates in line with the charity's objectives and in keeping to the state guidelines. Trustees are satisfied with governance, safeguarding, and operational oversight.

The School will reach its 10th anniversary in January 2026, marking a significant milestone in the charity's development and impact and a further monitoring visit is planned for 2026.

During the visit there are also days when visits are made from local pastors and widows who are supported. One pastor is from the local town and serves as pastor to the children's home.

Achievements and performance

There is a continued emphasis by the government to promote government run schools, but in spite of this, the good reputation of the children's home and the school amongst the local population, the quality of the teaching, and the excellent pastoral care, has served to ensure a high uptake in the education provision. The charity is grateful for the dedicated staff who have worked diligently to maintain the good reputation in the local community. The children's home and the school are looked upon with favour by the local community and those in the surrounding areas who consider it an asset adding significant value to the

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2025

Achievements and performance *(continued)*

local community. The people seem to be proud to have such a facility in their own community.

The school has five classes for lower and upper kindergarten aged children. The pupils are a combination of the younger children from the home, however the majority of the students come from local villages.

Classes are well taught and attendance is high. The children are disciplined and well behaved. The teaching is of a good standard with an emphasis on English speaking.

The children's home and the school provide employment for local people – two of whom were former residents of the children's home, this is especially satisfying.

In the year to 31st March 2025 the costs of running the children's home and the school were £30,633 (2023-£22,091).

Financial review

The charity's income is made up of donations received from individuals along with the Gift Aid tax recovered on those donations, as well as rental income received from property investments. During the year income totalled £72,641 (2024 - £71,242). The charity's total expenditure for the year was £64,316 (2024 - £50,206). Most of this expenditure was supporting the work of The David Chaudhary Ministries Children's Home in India, as well as grants to other charitable organisations. At the end of the financial year the charity has £1,160,550 in unrestricted reserves.

Reserves

Reserves at 31st March 2025 were £1,160,550. In view of the need to provide security of accommodation, education and maintenance of the children from infancy to departure into further education it is intended to maintain reserves at the level needed to cover support and running costs for 15 years. A capital fund was set up to maintain those reserves, which is represented by investments valued at £839,000.

Investment powers, policy and performance

A proportion of funds is maintained on deposit, but the majority of the investments, valued at £839,000, consists of freehold property let residentially in the UK.

Grant making policy

The Charity, at their discretion and in accordance with their objectives makes grants to trusted individuals and organisations whose purpose aligns with those of the charity. During this period such grants were made in support of missionaries to Uganda. These were for £1,634.

Plans for future periods

Our mission and goals for the future remain consistent with our objectives, i.e. to communicate the Gospel of Jesus Christ, to provide financial support for the children's home in Gajjaram, India and other children's homes the trustees may wish to support, to provide education for the children's home and assist those involved in Christian ministry with the provision of children's and young people's education.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2025

Trustees responsibility statement

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 (UK GAAP)).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its 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 judgments 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;
- 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The financial information included with this report was provided for the accountants to be independently examined on 15th January 2026.

The trustees' annual report was approved on 20th January 2026 and signed on behalf of the board of trustees by:

Mr A Chaudhary Trustee

The David Chaudhary Ministries Children's Home Trust

Independent Examiner's Report to the Trustees of The David Chaudhary Ministries Children's Home Trust

Year ended 31 March 2025

I report to the trustees on my examination of the financial statements of The David Chaudhary Ministries Children's Home Trust ('the charity') for the year ended 31 March 2025.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements 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 Act.

Independent examiner's statement

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 Act;
or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of 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.

Mr J Gresham FCCA Independent Examiner

Gresham & Gale

14 Fountain Street
Guisborough
TS14 6PP

25th January 2026

The David Chaudhary Ministries Children's Home Trust

Statement of Financial Activities

Year ended 31 March 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Total 2024 £
Income from:					
Charitable activities	4	30,181	-	30,181	32,572
Investment income	5	42,460	-	42,460	38,670
Total income		72,641	-	72,641	71,242
Expenditure on:					
Charitable activities	6	(50,523)	-	(50,523)	(44,151)
Investment management costs	7	(13,794)	-	(13,794)	(6,055.00)
Total expenditure		(64,316)	-	(64,316)	(50,206)
Net (outgoing)/incoming resources before gains/ (losses)		8,325	-	8,325	21,036
Net gains on investments		-	-	-	207,786
Net income/(expenditure) for the year / Net movement in funds		8,325	-	8,325	228,822
Fund balances at 1st April 2024		1,152,225	-	1,152,225	923,403
Fund balances at 31st March 2025		1,160,550	-	1,160,550	1,152,225

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 11 to 18 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Statement of Financial Activities

Year ended 31 March 2025

		2025		2024	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	11		143,432		147,282
Investments	12		839,000		839,000
			<u>982,432</u>		<u>986,282</u>
Current assets					
Debtors	13	15,481		15,268	
Cash at bank and in hand		<u>166,038</u>		<u>154,034</u>	
		181,519		169,302	
Creditors: amounts falling due within one year	14	<u>(3,401)</u>		<u>(3,359)</u>	
Net current assets			178,118		165,943
Net assets			<u>1,160,550</u>		<u>1,152,225</u>
Income funds					
Unrestricted funds - general	15, 16		1,160,550		1,152,225
Restricted funds			<u>-</u>		<u>-</u>
			<u>1,160,550</u>		<u>1,152,225</u>

These financial statements were approved by the board of trustees and authorised for issue on 20th January 2026 and are signed on behalf of the board by.

Mr A Chaudhary Trustee.

The notes on pages 11 to 18 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements

Year ended 31 March 2025

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is PO Box 65, Newton Aycliffe, DL5 7YR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

Accounting policies *(continued)*

- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Long leasehold property	- 2% straight line
Fixtures and fittings	- 20% straight line
Motor vehicles	- 20% straight line

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments which are initially recognised at transactional value and subsequently measured at their settlement value.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

4. Donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Total 2024 £
Donations	30,181	-	30,181	32,572
	<u>30,181</u>	<u>-</u>	<u>30,181</u>	<u>32,572</u>

5. Investment income

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Total 2024 £
Income from Investment properties	42,460	-	42,460	38,670
	<u>42,460</u>	<u>-</u>	<u>42,460</u>	<u>38,670</u>

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

6. Expenditure on charitable activities

	Unrestricted funds	Restricted funds	Total	Total
	2025 £	2025 £	2025 £	2024 £
Running costs of Childrens Home	37,414	-	37,414	31,233
Support costs (a)	8,515	-	8,515	8,038
Governance costs (b)	744	-	744	738
Depreciation (c)	3,850	-	3,850	4,142
	<u>50,523</u>	<u>-</u>	<u>46,673</u>	<u>44,151</u>
(a) Support costs:				
General office	1,022	-	1,022	1,800
Finance costs	229	-	229	141
Motor & travel	5,849	-	5,849	5,983
Insurance	1,415	-	1,415	1,206
Gift aid claim	-	-	-	-
	<u>8,515</u>	<u>-</u>	<u>8,515</u>	<u>9,130</u>
(b) Governance costs:				
Independent Examiners fee	744	-	744	738
	<u>744</u>	<u>-</u>	<u>744</u>	<u>738</u>
(c) Depreciation	<u>3,850</u>	<u>-</u>	<u>3,850</u>	<u>4,142</u>
Total expenditure on charitable activities	<u>50,523</u>	<u>-</u>	<u>46,673</u>	<u>44,151</u>

7. Investment management costs

	Unrestricted funds	Restricted funds	Total	Total
	2025 £	2025 £	2025 £	2024 £
Property repairs and maintenance	13,794	-	13,794	6,055

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

8. Net gains on investments

	Unrestricted funds	Restricted funds	Total	Total
	2025	2025	2025	2024
	£	£	£	£
Gains/(losses) on investment property	<u>-</u>	<u>-</u>	<u>-</u>	<u>207,786</u>

9. Staff costs

The average head count of employees during the year was Nil (2023: Nil).

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

10. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

During the year the trustees were reimbursed for expenditure incurred on behalf of the charity totalling £8,515 (2023 - £12,918). No other payments were made to trustees.

11. Tangible fixed assets

	Long leasehold £	Plant & equipment £	Motor vehicles	Total £
Cost				
At 1st April 2024	192,521	2,339	1,222	196,082
Additions	-	-	-	-
Disposals	-	-	-	-
At 31st March 2025	<u>192,521</u>	<u>2,339</u>	<u>1,222</u>	<u>196,082</u>
Depreciation and impairment				
At 1st April 2024	45,239	2,339	1,222	48,800
Disposals	-	-	-	-
Depreciation charged in the year	3,850	-	-	3,850
At 31st March 2025	<u>49,089</u>	<u>2,339</u>	<u>1,222</u>	<u>52,650</u>
Carrying amount				
At 31st March 2025	<u>143,432</u>	<u>-</u>	<u>-</u>	<u>143,432</u>
At 31st March 2024	<u>147,282</u>	<u>-</u>	<u>-</u>	<u>147,282</u>

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

12. Investments

	Investment properties £
Cost or valuation	
At 1 April 2024	839,000
Additions	
Fair value movements	-
At 31 March 2025	839,000
Impairment	
At 1 April 2024 and 31 March 2025	
Carrying amount	
At 31 March 2025	839,000
At 31 March 2024	839,000

All investments shown above are held at valuation.

Investment properties

The properties are held in the UK and consist of six modern residential letting properties. These investments are all to provide an income return for the Charity.

Investment properties is stated in the financial statements at a market valuation of £839,000 which the trustees consider to represent the fair value of the properties as at 31 March 2025.

13. Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Prepayments	924	710
Other debtors	14,556	14,558
	<u>15,481</u>	<u>15,268</u>

	2025	2024
	£	£
14. Creditors		
Other taxation and social security	-	-
Accruals and deferred income	1,482	1,440
Other creditors	1,919	1,919
	<u>3,401</u>	<u>3,359</u>

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

15. Analysis of charitable funds

	Balance at 1.4.24	Incoming resources	Resources expended	Balance at 31.3.25 Total
	£	£	£	£
Unrestricted funds				
General funds	313,225	72,641	(64,316)	321,550
Capital fund	839,000	-	-	839,000
Total funds	<u>1,152,225</u>	<u>72,641</u>	<u>(64,316)</u>	<u>1,160,550</u>

16. Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Total 2024 £
Fund balances at 31st March 2024 are represented by:				
Tangible assets	143,432	-	143,432	147,282
Investments	839,000	-	839,000	839,000
Current assets/(liabilities)	178,118	-	178,118	165,943
	<u>1,160,550</u>	<u>-</u>	<u>1,160,550</u>	<u>1,152,225</u>

17. Related parties

During the year trustees donated the following amounts to the Charity:

Mr A Chaudhary - £120 (2024 - £240)

Rev S P Chaudhary - £240 (2024 - £120)

Mrs J P Wilkinson £240 (2024 - £240)

THE DAVID CHAUDHARY MINISTRIES CHILDRENS HOME TRUST

England & Wales - Charity number 1092114

Accounts

The David Chaudhary Ministries Children's Home Trust
Unaudited Financial Statements
31 March 2024

HASWELL BROTHERS LLP

Chartered accountants
First Floor
Pembroke House
Ellice Way
Wrexham Technology Park
Wrexham
LL13 7YT

The David Chaudhary Ministries Children's Home Trust

Financial Statements

Year ended 31 March 2024

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The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report

Year ended 31 March 2024

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2024.

Reference and administrative details

Registered charity name	The David Chaudhary Ministries Children's Home Trust
Charity registration number	1092114
Principal office	PO Box 65 Newton Aycliffe DL5 7YR

The trustees

Mr A Chaudhary
Mr M L Taplin
Rev W T O'Leary
Mrs S Horsley
Mrs I P O'Leary
Mrs J P Wilkinson
Rev S P Chaudhary

Independent examiner	Mr P T Harris FCA First Floor Pembroke House Ellice Way Wrexham Technology Park Wrexham LL13 7YT
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Structure, governance and management

Charitable objects

To proclaim and further the Gospel of God concerning His Son Jesus Christ our Lord and the preaching and teaching of the Word of God consistently with its Doctrines and in furtherance of those objects to: -

- a) Provide Christian education consistent with the Doctrines in the Home (The David Chaudhary Ministries Children's Home, at Gajjaram) and in any other children's home which the Trustees may wish to set up or support.
- b) Provide from the income of the Trust Fund financial support for the running of the Home including specifically but not exclusively the payment of the cost of accommodation, education, medical needs and any other maintenance of the children living in the Home and the wages, accommodation and medical needs of the staff at the discretion of the Trustees.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2024

Structure, governance and management *(continued)*

Organisational structure

The names of the trustees and other legal information are shown on page 1 of these accounts. The trustees were appointed by the existing Trustees, being persons who are suitably experienced, well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust. Trustees are kept up to date with changes that are required by Charity Law with the engagement of external consultants and advisors. The trustees are responsible for:

- The appointment of new trustees, being persons who are well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust.
- Approving any new ventures.
- Any remuneration of key personnel is reviewed by the trustees and any approvals are agreed upon without connected individuals being present.
- Approving any significant donation from the charity.

The day-to-day responsibilities have been delegated to Stephen Chaudhary who is in regular contact with the management of the children's home and Aaron Chaudhary.

Trustees Training

The Trustees are experienced having served on the board for many years-several since this charity was established as well as on the board of other charities. They have had no specific training with this charity but keep up to date with Trustee's role and responsibilities under Charity Law.

Public benefit

The charity Trustees have complied with their duty in section 17(5) of the 2011 Charities Act to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties. The Charity's activities are for the public benefit in that grants payable are made to works which eradicate poverty and ignorance. Payments are also made to support ministries of those who preach and teach the gospel, and who make no charge for their services and assisted by public subscription are enabled to minister.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2024

Structure, governance and management *(continued)*

Risks

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. The principle risks facing the charity are in the following categories:

- Governance risks
- Financial risks
- Law and regulation compliance

These risks are mitigated in the following ways:

- Appointment of experienced and diversely skilled individuals to the Board of Trustees
- Trustee approval for significant financial decisions
- Engagement of external consultants to advise on significant issues.

Related parties

Three of the Trustees (A. Chaudhary, M. Taplin and W. O'Leary) are also on the Board of Trustees of The David Chaudhary Ministries Fund (Registered Charity 326436).

Governance and internal control

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. Detailed returns are required from the Children's Home; annual visits are made to the Home to verify that it is properly run and that the condition of the building is of an acceptable standard, and that funds sent to the local charity are been correctly used.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2024

Objectives and activities

During the period under review the children's home had successfully emerged from the global pandemic. Although the Indian government had mandated the temporary closure of all children's homes, the efforts of the staff to remain in contact with all of the children during this time by visiting the families and communities, was rewarded with many of the children returning as soon as they were able to, and interest was generated in local families to send their children to the school. There was a sense of excitement at the level of interest and the staff felt that all their efforts were being rewarded.

Travel restrictions were lifted meaning that during October and November 2022 Stephen Chaudhary (trustee) with his wife Lesley and nephew Isaac were able to visit the home, this was the first visit in three years. These annual visits had always been a highlight for everyone at the home-and this one even more so due to the long absence. The visits are full of activity including reunions with those who have grown up in the home and now have their own families, ministries, jobs, and careers-all due to the advantage they had received by being in the home. It is difficult to imagine how dramatically different the lives of each of these former students would have been had they not received the care and support, encouragement and investment from the children's home.

The visits are also an opportunity to provide new clothing for the children and special shopping trips are organised; this is something that most of the children are unfamiliar with and so it is an exciting occasion for them. In addition there are special meals organised by the staff, and performances in song and drama by the children.

There are varying amounts of business that is seen to, such as meetings with the local Hope Foundation board to discuss the business of running the home, staff requirements, investments in equipment for the school, and to assess what maintenance work needs to be carried out. At the time of this report there were 14 staff employed at the Childrens Home this charity supports, working as teachers, auxiliary workers fulfilling roles such as classroom assistant, cook, general assistant, watchman, driver, and management. There are three individuals on the management team who have been working with us since the very beginning, including one female who began as one of the children we cared for.

There are also days when we receive visits from local pastors and widows being supported. One such pastor from the local town serves as pastor to the children's home.

Achievements and performance

There is an emphasis by the government to promote government run schools, however the children's home and school has a good reputation in the local community and is looked upon with favour by the local community and surrounding areas. It runs five classes of lower and upper kindergarten aged children. The pupils are a combination of the younger children from the home and the majority come from the local village. The classes are well attended, the children are disciplined and well behaved. The teaching is of a good standard with an emphasis on English speaking.

The children's home and the school mostly provides employment for local people. Two of the ladies on staff were former residents of the children's home, and this is especially satisfying.

In the year to 31st March 2024 the costs of running the children's home and the school were £30,633 (2023 - £22,091).

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2024

Financial review

The charity's income is made up of donations received from individuals along with the Gift Aid tax recovered on those donations, as well as rental income received from property investments. During the year income totalled £71,242 (2023 - £60,649). The charity's total expenditure for the year was £50,206 (2023 - £45,575). Most of this expenditure was supporting the work of The David Chaudhary Ministries Children's Home in India, as well as grants to other charitable organisations. At the end of the financial year the charity has £1,152,225 in unrestricted reserves.

Reserves

Reserves at 31st March 2024 were £1,152,225. In view of the need to provide security of accommodation, education and maintenance of the children from infancy to departure into further education it is intended to maintain reserves at the level needed to cover support and running costs for 15 years. A capital fund was set up to maintain those reserves, which is represented by investments valued at £839,000.

Investment powers, policy and performance

A proportion of funds is maintained on deposit, but the majority of the investments, valued at £839,000, consists of freehold property let residentially in the UK.

Grant making policy

The Charity, at their discretion and in accordance with their objectives makes grants to trusted individuals and organisations whose purpose aligns with those of the charity. During this period such grants were made in support of missionaries to the Philippines. These were for £600.

Plans for future periods

Our mission and goals for the future remain consistent with our objectives, i.e. to communicate the Gospel of Jesus Christ, to provide financial support for the children's home in Gajjaram, India and other children's homes the trustees may wish to support, and to provide education for the children's home and assist those involved in Christian ministry with the provision of children's and young people's education.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2024

Trustees responsibility statement

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 (UK GAAP)).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its 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 judgments 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;
- 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The financial information included with this report was provided for the accountants to be independently examined on 20th January 2025.

The trustees' annual report was approved on 10 April 2025 and signed on behalf of the board of trustees by:

Mr A Chaudhary
Trustee

The David Chaudhary Ministries Children's Home Trust

Independent Examiner's Report to the Trustees of The David Chaudhary Ministries Children's Home Trust

Year ended 31 March 2024

I report to the trustees on my examination of the financial statements of The David Chaudhary Ministries Children's Home Trust ('the charity') for the year ended 31 March 2024.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements 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 Act.

Independent examiner's statement

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 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of 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.

Mr P T Harris FCA
Independent Examiner

First Floor
Pembroke House
Ellice Way
Wrexham Technology Park
Wrexham
LL13 7YT

10th April 2025

The David Chaudhary Ministries Children's Home Trust

Statement of Financial Activities

Year ended 31 March 2024

		2024		2023
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	32,572	32,572	25,679
Investment income	5	38,670	38,670	34,970
Total income		<u>71,242</u>	<u>71,242</u>	<u>60,649</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	6	6,055	6,055	8,452
Expenditure on charitable activities	7,8	44,151	44,151	37,123
Total expenditure		<u>50,206</u>	<u>50,206</u>	<u>45,575</u>
Net gains on investments	10	(207,786)	(207,786)	–
Net income and net movement in funds		<u>228,822</u>	<u>228,822</u>	<u>15,074</u>
Reconciliation of funds				
Total funds brought forward		923,403	923,403	908,329
Total funds carried forward		<u>1,152,225</u>	<u>1,152,225</u>	<u>923,403</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 11 to 18 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Statement of Financial Position

31 March 2024

		2024		2023	
	Note	£	£	£	£
Fixed assets					
Tangible fixed assets	15		147,282		151,424
Investments	16		839,000		631,214
			<u>986,282</u>		<u>782,638</u>
Current assets					
Debtors	17	15,268		9,726	
Cash at bank and in hand		154,034		132,710	
		<u>169,302</u>		<u>142,436</u>	
Creditors: amounts falling due within one year	18	<u>3,359</u>		<u>1,671</u>	
Net current assets			165,943		140,765
Total assets less current liabilities			<u>1,152,225</u>		<u>923,403</u>
Net assets			<u>1,152,225</u>		<u>923,403</u>
Funds of the charity					
Unrestricted funds			1,152,225		923,403
Total charity funds	19		<u>1,152,225</u>		<u>923,403</u>

These financial statements were approved by the board of trustees and authorised for issue on 10 April 2025, and are signed on behalf of the board by:

Mr A Chaudhary
Trustee

The notes on pages 11 to 18 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Statement of Cash Flows

Year ended 31 March 2024

	2024	2023
	£	£
Cash flows from operating activities		
Net income	228,822	15,074
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	4,142	4,143
Net gains on investments	(207,786)	–
Dividends, interest and rents from investments	(38,670)	(34,970)
Interest payable and similar charges	141	130
Accrued expenses/(income)	738	(103)
<i>Changes in:</i>		
Trade and other debtors	(5,542)	1,937
Trade and other creditors	950	–
Cash generated from operations	<u>(17,205)</u>	<u>(13,789)</u>
Interest paid	(141)	(130)
Net cash used in operating activities	<u>(17,346)</u>	<u>(13,919)</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	38,670	34,970
Net cash from investing activities	<u>38,670</u>	<u>34,970</u>
Net increase in cash and cash equivalents	21,324	21,051
Cash and cash equivalents at beginning of year	132,710	111,659
Cash and cash equivalents at end of year	<u>154,034</u>	<u>132,710</u>

The notes on pages 11 to 18 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements

Year ended 31 March 2024

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is PO Box 65, Newton Aycliffe, DL5 7YR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Long leasehold property	-	2% straight line
Fixtures and fittings	-	20% straight line
Motor vehicles	-	20% straight line

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments which are initially recognised at transactional value and subsequently measured at their settlement value.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	32,572	32,572	25,679	25,679

5. Investment income

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Income from investment properties	38,670	38,670	34,970	34,970

6. Investment management costs

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Property repairs and maintenance charges	6,055	6,055	8,452	8,452

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
To support the running of the Childrens Home	31,233	31,233	22,691	22,691
Support costs	12,918	12,918	14,432	14,432
	<u>44,151</u>	<u>44,151</u>	<u>37,123</u>	<u>37,123</u>

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2024 £	Total fund 2023 £
To support the running of the Childrens Home	31,233	12,918	44,151	37,123

9. Analysis of support costs

	To support the running of the Childrens Home £	Total 2024 £	Total 2023 £
General office	709	709	633
Finance costs	141	141	129
Governance costs	738	738	547
Depreciation	4,142	4,142	4,143
Insurance	1,206	1,206	1,109
Motor & travel	5,983	5,983	7,870
	<u>12,919</u>	<u>12,919</u>	<u>14,431</u>

10. Net gains on investments

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Gains/(losses) on investment property	207,786	207,786	—	—

11. Net income

Net income is stated after charging/(crediting):

	2024 £	2023 £
Depreciation of tangible fixed assets	<u>4,142</u>	<u>4,143</u>

12. Independent examination fees

	2024 £	2023 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>738</u>	<u>702</u>

13. Staff costs

The average head count of employees during the year was Nil (2023: Nil).

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

During the year the trustees were reimbursed for expenditure incurred on behalf of the charity totalling £12,918 (2023 - £8,164). No other payments were made to trustees.

15. Tangible fixed assets

	Long leasehold property £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 April 2023 and 31 March 2024	<u>192,521</u>	<u>2,339</u>	<u>1,222</u>	<u>196,082</u>
Depreciation				
At 1 April 2023	41,388	2,048	1,222	44,658
Charge for the year	3,851	291	–	4,142
At 31 March 2024	<u>45,239</u>	<u>2,339</u>	<u>1,222</u>	<u>48,800</u>
Carrying amount				
At 31 March 2024	<u>147,282</u>	<u>–</u>	<u>–</u>	<u>147,282</u>
At 31 March 2023	<u>151,133</u>	<u>291</u>	<u>–</u>	<u>151,424</u>

16. Investments

	Investment properties £
Cost or valuation	
At 1 April 2023	631,214
Additions	–
Fair value movements	207,786
At 31 March 2024	<u>839,000</u>
Impairment	
At 1 April 2023 and 31 March 2024	–
Carrying amount	
At 31 March 2024	<u>839,000</u>
At 31 March 2023	<u>631,214</u>

All investments shown above are held at valuation.

Investment properties

The properties are held in the UK and consist of six modern residential letting properties. These investments are all to provide an income return for the Charity.

Investment properties is stated in the financial statements at a market valuation of £839,000 which the trustees consider to represent the fair value of the properties as at 31 March 2024.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

17. Debtors

	2024	2023
	£	£
Prepayments and accrued income	710	725
Other debtors	14,558	9,001
	<u>15,268</u>	<u>9,726</u>

18. Creditors: amounts falling due within one year

	2024	2023
	£	£
Accruals and deferred income	1,440	702
Other creditors	1,919	969
	<u>3,359</u>	<u>1,671</u>

19. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2023	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2024
General funds	292,189	71,242	(50,206)	(207,786)	207,786	313,225
Capital Fund	631,214	–	–	207,786	–	839,000
	<u>923,403</u>	<u>71,242</u>	<u>(50,206)</u>	<u>–</u>	<u>207,786</u>	<u>1,152,225</u>

	At 1 Apr 2022	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2023
General funds	277,115	60,649	(45,575)	–	–	292,189
Capital Fund	631,214	–	–	–	–	631,214
	<u>908,329</u>	<u>60,649</u>	<u>(45,575)</u>	<u>–</u>	<u>–</u>	<u>923,403</u>

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	147,282	147,282
Investments	839,000	839,000
Current assets	169,302	169,302
Creditors less than 1 year	(3,359)	(3,359)
Net assets	<u>1,152,225</u>	<u>1,152,225</u>

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	151,424	151,424
Investments	631,214	631,214
Current assets	142,436	142,436
Creditors less than 1 year	(1,671)	(1,671)
Net assets	<u>923,403</u>	<u>923,403</u>

21. Analysis of changes in net debt

	At 1 Apr 2023 £	Cash flows £	At 31 Mar 2024 £
Cash at bank and in hand	<u>132,710</u>	<u>21,324</u>	<u>154,034</u>

22. Related parties

During the year trustees donated the following amounts to the Charity:

Mr A Chaudhary - £240 (2023 – £120)

Rev S P Chaudhary - £120 (2023 - £376)

Mrs J P Wilkinson - £240 (2023 - £240)

THE DAVID CHAUDHARY MINISTRIES CHILDRENS HOME TRUST

England & Wales - Charity number 1092114

Accounts

The David Chaudhary Ministries Children's Home Trust
Unaudited Financial Statements
31 March 2023

HASWELL BROTHERS LLP

Chartered accountants
First Floor
Pembroke House
Ellice Way
Wrexham Technology Park
Wrexham
LL13 7YT

The David Chaudhary Ministries Children's Home Trust

Financial Statements

Year ended 31 March 2023

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The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report

Year ended 31 March 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name The David Chaudhary Ministries Children's Home Trust
Charity registration number 1092114
Principal office PO Box 65
Newton Aycliffe
DL5 7YR

The trustees

Mr A Chaudhary
Mr M L Taplin
Rev W T O'Leary
Mrs S Horsley
Mrs I P O'Leary
Mrs J P Wilkinson
Rev S P Chaudhary

Independent examiner Mr A H Thomas FCA
First Floor
Pembroke House
Ellice Way
Wrexham Technology Park
Wrexham
LL13 7YT

Structure, governance and management

Charitable objects

To proclaim and further the Gospel of God concerning His Son Jesus Christ our Lord and the preaching and teaching of the Word of God consistently with its Doctrines and in furtherance of those objects to: -

- a) Provide Christian education consistent with the Doctrines in the Home (The David Chaudhary Ministries Children's Home, at Gajjaram) and in any other children's home which the Trustees may wish to set up or support.
- b) Provide from the income of the Trust Fund financial support for the running of the Home including specifically but not exclusively the payment of the cost of accommodation, education, medical needs and any other maintenance of the children living in the Home and the wages, accommodation and medical needs of the staff at the discretion of the Trustees.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Structure, governance and management *(continued)*

Organisational structure

The names of the trustees and other legal information are shown on page 1 of these accounts. The trustees were appointed by the existing Trustees, being persons who are suitably experienced, well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust. Trustees are kept up to date with changes that are required by Charity Law with the engagement of external consultants and advisors. The trustees are responsible for:

- The appointment of new trustees, being persons who are well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust.
- Approving any new ventures.
- Any remuneration of key personnel is reviewed by the trustees and any approvals are agreed upon without connected individuals being present.
- Approving any significant donation from the charity.

The day-to-day responsibilities have been delegated to Stephen Chaudhary who is in regular contact with the management of the children's home and Aaron Chaudhary.

Trustees Training

The Trustees are experienced having served on the board for many years-several since this charity was established as well as on the board of other charities. They have had no specific training with this charity but keep up to date with Trustee's role and responsibilities under Charity Law.

Public benefit

The charity Trustees have complied with their duty in section 17(5) of the 2011 Charities Act to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties. The Charity's activities are for the public benefit in that grants payable are made to works which eradicate poverty and ignorance. Payments are also made to support ministries of those who preach and teach the gospel, and who make no charge for their services and assisted by public subscription are enabled to minister.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Structure, governance and management *(continued)*

Risks

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. The principle risks facing the charity are in the following categories:

- Governance risks
- Financial risks
- Law and regulation compliance

These risks are mitigated in the following ways:

- Appointment of experienced and diversely skilled individuals to the Board of Trustees
- Trustee approval for significant financial decisions
- Engagement of external consultants to advise on significant issues.

Related parties

Three of the Trustees (A. Chaudhary, M. Taplin and W. O'Leary) are also on the Board of Trustees of The David Chaudhary Ministries Fund (Registered Charity 326436).

Governance and internal control

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. Detailed returns are required from the Children's Home; annual visits are made to the Home to verify that it is properly run and that the condition of the building is of an acceptable standard, and that funds sent to the local charity are been correctly used.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Objectives and activities

During the period under review the children's home had successfully emerged from the global pandemic. Although the Indian government had mandated the temporary closure of all children's homes, the efforts of the staff to remain in contact with all of the children during this time by visiting the families and communities, was rewarded with many of the children returning as soon as they were able to, and interest was generated in local families to send their children to the school. There was a sense of excitement at the level of interest and the staff felt that all their efforts were being rewarded.

Travel restrictions were lifted meaning that during October and November 2022 Stephen Chaudhary (trustee) with his wife Lesley and nephew Isaac were able to visit the home, this was the first visit in three years. These annual visits had always been a highlight for everyone at the home-and this one even more so due to the long absence. The visits are full of activity including reunions with those who have grown up in the home and now have their own families, ministries, jobs, and careers-all due to the advantage they had received by being in the home. It is difficult to imagine how dramatically different the lives of each of these former students would have been had they not received the care and support, encouragement and investment from the children's home.

The visits are also an opportunity to provide new clothing for the children and special shopping trips are organised; this is something that most of the children are unfamiliar with and so it is an exciting occasion for them. In addition there are special meals organised by the staff, and performances in song and drama by the children.

There are varying amounts of business that is seen to, such as meetings with the local Hope Foundation board to discuss the business of running the home, staff requirements, investments in equipment for the school, and to assess what maintenance work needs to be carried out. At the time of this report there were 14 staff employed at the Childrens Home this charity supports, working as teachers, auxiliary workers fulfilling roles such as classroom assistant, cook, general assistant, watchman, driver, and management. There are three individuals on the management team who have been working with us since the very beginning, including one female who began as one of the children we cared for.

There are also days when we receive visits from local pastors and widows being supported. One such pastor from the local town serves as pastor to the children's home.

Achievements and performance

There is an emphasis by the government to promote government run schools, however the children's home and school has a good reputation in the local community and is looked upon with favour by the local community and surrounding areas. It runs five classes of lower and upper kindergarten aged children. The pupils are a combination of the younger children from the home and the majority come from the local village. The classes are well attended, the children are disciplined and well behaved. The teaching is of a good standard with an emphasis on English speaking.

The children's home and the school mostly provides employment for local people. Two of the ladies on staff were former residents of the children's home, and this is especially satisfying.

In the year to 31st March 2023 the costs of running the children's home and the school were £22,691 (2022 - £22,334).

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Financial review

The charity's income is made up of donations received from individuals along with the Gift Aid tax recovered on those donations, as well as rental income received from property investments. During the year income totalled £60,649 (2022 - £73,215). The charity's total expenditure for the year was £45,574 (2022 - £33,633). Most of this expenditure was supporting the work of The David Chaudhary Ministries Children's Home in India, as well as grants to other charitable organisations. At the end of the financial year the charity has £923,403 in unrestricted reserves.

Reserves

Reserves at 31st March 2023 were £923,403. In view of the need to provide security of accommodation, education and maintenance of the children from infancy to departure into further education it is intended to maintain reserves at the level needed to cover support and running costs for 15 years. A capital fund was set up to maintain those reserves, which is represented by investments valued at £631,214.

Investment powers, policy and performance

A proportion of funds is maintained on deposit, but the majority of the investments, valued at £631,214, consists of freehold property let residentially in the UK.

Grant making policy

The Charity, at their discretion and in accordance with their objectives makes grants to trusted individuals and organisations whose purpose aligns with those of the charity. During this period such grants were made in support of missionaries to the Philippines. These were for £600.

Plans for future periods

Our mission and goals for the future remain consistent with our objectives, i.e. to communicate the Gospel of Jesus Christ, to provide financial support for the children's home in Gajjaram, India and other children's homes the trustees may wish to support, and to provide education for the children's home and assist those involved in Christian ministry with the provision of children's and young people's education.

The David Chaudhary Ministries Children's Home Trust

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Trustees responsibility statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and the incoming resources and application of resources, including the income and expenditure, 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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- 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 adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 29 February 2024 and signed on behalf of the board of trustees by:

Mr A Chaudhary
Trustee

The David Chaudhary Ministries Children's Home Trust

Independent Examiner's Report to the Trustees of The David Chaudhary Ministries Children's Home Trust

Year ended 31 March 2023

I report to the trustees on my examination of the financial statements of The David Chaudhary Ministries Children's Home Trust ('the charity') for the year ended 31 March 2023.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements 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 Act.

Independent examiner's statement

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 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of 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.

Mr A H Thomas FCA
Independent Examiner

First Floor
Pembroke House
Ellice Way
Wrexham Technology Park
Wrexham
LL13 7YT

29 February 2024

The David Chaudhary Ministries Children's Home Trust

Statement of Financial Activities

Year ended 31 March 2023

		2023		2022
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	4	25,679	25,679	36,395
Investment income	5	34,970	34,970	36,820
Total income		<u>60,649</u>	<u>60,649</u>	<u>73,215</u>
Expenditure				
Expenditure on raising funds:				
Investment management costs	6	8,452	8,452	4,681
Expenditure on charitable activities	7,8	37,123	37,123	28,952
Total expenditure		<u>45,575</u>	<u>45,575</u>	<u>33,633</u>
Net income and net movement in funds		<u>15,074</u>	<u>15,074</u>	<u>39,582</u>
Reconciliation of funds				
Total funds brought forward		908,329	908,329	868,747
Total funds carried forward		<u>923,403</u>	<u>923,403</u>	<u>908,329</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 11 to 19 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Statement of Financial Position

31 March 2023

		2023		2022	
	Note	£	£	£	£
Fixed assets					
Tangible fixed assets	14		151,424		155,567
Investments	15		<u>631,214</u>		<u>631,214</u>
			782,638		786,781
Current assets					
Debtors	16	9,726		11,663	
Cash at bank and in hand		<u>132,710</u>		<u>111,659</u>	
		142,436		123,322	
Creditors: amounts falling due within one year	17	<u>1,671</u>		<u>1,774</u>	
Net current assets			140,765		121,548
Total assets less current liabilities			<u>923,403</u>		<u>908,329</u>
Net assets			<u>923,403</u>		<u>908,329</u>
Funds of the charity					
Unrestricted funds			<u>923,403</u>		<u>908,329</u>
Total charity funds	18		<u>923,403</u>		<u>908,329</u>

These financial statements were approved by the board of trustees and authorised for issue on 29 February 2024, and are signed on behalf of the board by:

Mr A Chaudhary
Trustee

The notes on pages 11 to 19 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Statement of Cash Flows

Year ended 31 March 2023

	2023	2022
	£	£
Cash flows from operating activities		
Net income	15,074	39,582
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	4,143	4,143
Dividends, interest and rents from investments	(34,970)	(36,820)
Interest payable and similar charges	130	133
Accrued income	(103)	(1,269)
<i>Changes in:</i>		
Trade and other debtors	1,937	4,538
Trade and other creditors	–	969
Cash generated from operations	<u>(13,789)</u>	<u>11,276</u>
Interest paid	<u>(130)</u>	<u>(133)</u>
Net cash (used in)/from operating activities	<u>(13,919)</u>	<u>11,143</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	<u>34,970</u>	<u>36,820</u>
Net cash from investing activities	<u>34,970</u>	<u>36,820</u>
Net increase in cash and cash equivalents	21,051	47,963
Cash and cash equivalents at beginning of year	<u>111,659</u>	<u>63,695</u>
Cash and cash equivalents at end of year	<u>132,710</u>	<u>111,658</u>

The notes on pages 11 to 19 form part of these financial statements.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements

Year ended 31 March 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is PO Box 65, Newton Aycliffe, DL5 7YR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Long leasehold property	-	2% straight line
Fixtures and fittings	-	20% straight line
Motor vehicles	-	20% straight line

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure.

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	25,679	25,679	36,395	36,395

5. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Income from investment properties	34,970	34,970	36,820	36,820

6. Investment management costs

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Property repairs and maintenance charges	8,452	8,452	4,681	4,681

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
To support the running of the Childrens Home	22,691	22,691	22,334	22,334
Support costs	14,432	14,432	6,618	6,618
	<u>37,123</u>	<u>37,123</u>	<u>28,952</u>	<u>28,952</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
To support the running of the Childrens Home	22,691	14,432	37,123	28,952

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

9. Analysis of support costs

	To support the running of the Childrens Home	Total 2023	Total 2022
	£	£	£
General office	633	633	833
Finance costs	129	129	129
Governance costs	547	547	505
Depreciation	4,143	4,143	4,143
Insurance	1,109	1,109	1,004
Motor & travel	7,870	7,870	–
	<u>14,431</u>	<u>14,431</u>	<u>6,614</u>

10. Net income

Net income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	<u>4,143</u>	<u>4,143</u>

11. Independent examination fees

	2023	2022
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>702</u>	<u>650</u>

12. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

During the year the trustees were reimbursed for purchases made on behalf of the charity totalling £8,164 (2022 - £100). No other payments were made to trustees.

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

14. Tangible fixed assets

	Long leasehold property £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 April 2022 and 31 March 2023	<u>192,521</u>	<u>2,339</u>	<u>1,222</u>	<u>196,082</u>
Depreciation				
At 1 April 2022	37,538	1,755	1,222	40,515
Charge for the year	<u>3,850</u>	<u>293</u>	<u>–</u>	<u>4,143</u>
At 31 March 2023	<u>41,388</u>	<u>2,048</u>	<u>1,222</u>	<u>44,658</u>
Carrying amount				
At 31 March 2023	<u>151,133</u>	<u>291</u>	<u>–</u>	<u>151,424</u>
At 31 March 2022	<u>154,983</u>	<u>584</u>	<u>–</u>	<u>155,567</u>

15. Investments

	Investment properties £
Cost or valuation	
At 1 April 2022 and 31 March 2023	<u>631,214</u>
Impairment	
At 1 April 2022 and 31 March 2023	
Carrying amount	
At 31 March 2023	<u>631,214</u>
At 31 March 2022	<u>631,214</u>

All investments shown above are held at valuation.

Investment properties

The properties are held in the UK and consist of six modern residential letting properties. These investments are all to provide an income return for the Charity.

In the opinion of the Trustees, their market value is in the region of £631,214 at the balance sheet date.

16. Debtors

	2023 £	2022 £
Prepayments and accrued income	725	626
Other debtors	<u>9,001</u>	<u>11,037</u>
	<u>9,726</u>	<u>11,663</u>

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

17. Creditors: amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	702	805
Other creditors	969	969
	<u>1,671</u>	<u>1,774</u>

18. Analysis of charitable funds

Unrestricted funds

	At			At
	1 April 2022	Income	Expenditure	31 March 2023
	£	£	£	£
General funds	277,115	60,649	(45,575)	292,189
Capital Fund	631,214	–	–	631,214
	<u>908,329</u>	<u>60,649</u>	<u>(45,575)</u>	<u>923,403</u>

	At			At
	1 April 2021	Income	Expenditure	31 March 2022
	£	£	£	£
General funds	237,533	73,215	(33,633)	277,115
Capital Fund	631,214	–	–	631,214
	<u>868,747</u>	<u>73,215</u>	<u>(33,633)</u>	<u>908,329</u>

19. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	2023
	£	£
Tangible fixed assets	151,424	151,424
Investments	631,214	631,214
Current assets	142,436	142,436
Creditors less than 1 year	(1,671)	(1,671)
Net assets	<u>923,403</u>	<u>923,403</u>

	Unrestricted Funds	Total Funds
	£	2022
	£	£
Tangible fixed assets	155,567	155,567
Investments	631,214	631,214
Current assets	123,322	123,322
Creditors less than 1 year	(1,774)	(1,774)
Net assets	<u>908,329</u>	<u>908,329</u>

The David Chaudhary Ministries Children's Home Trust

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

20. Analysis of changes in net debt

	At 1 Apr 2022	Cash flows	At 31 Mar 2023
	£	£	£
Cash at bank and in hand	<u>111,659</u>	<u>21,051</u>	<u>132,710</u>

21. Related parties

During the year the trustees donated a total amount of £836 (2022 - £360) to the charity.

THE DAVID CHAUDHARY MINISTRIES CHILDRENS HOME TRUST

England & Wales - Charity number 1092114

Accounts

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2022

Charity Number 1092114

ROBIN DILLAMORE LTD
Chartered Accountants
and Business Advisers
The Melbourne Centre, Melbourne Road
Blacon, Chester CH1 5JQ

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

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Balance sheet	8
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**THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
LEGAL AND ADMINISTRATIVE INFORMATION**

Charity registered number	1092114
Governing instrument	Declaration of Trust dated 27 June 2001
Trustees	A P Chaudhary S P V Chaudhary W T O'Leary M L Taplin J P Wilkinson I P O'Leary S Horsley
Principal address	PO Box 65 Newton Aycliffe Co Durham DL5 7YR
Independent examiner	Anna C R Benjumea Robin Dillamore Ltd Chartered Accountants The Melbourne Centre Melbourne Road, Blacon Chester CH1 5JQ
UK bankers	Barclays Bank plc 31 High Row Darlington Co Durham State Bank of India Manchester Branch Carlton House 18 Albert Square Manchester M2 5PE

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

Charitable objects

The Objects of the Charity are to proclaim and further the Gospel of God concerning His Son Jesus Christ our Lord and the preaching and teaching of the Word of God consistently with its Doctrines and in furtherance of those objects to: -

- a) Provide Christian education consistent with the Doctrines in the Home [The David Chaudhary Ministries Children's Home, at Gajjaram] and in any other children's home which the Trustees may wish to set up or support.
- b) Provide from the income of the Trust Fund financial support for the running of the Home including specifically but not exclusively the payment of the cost of accommodation, education, medical needs and any other maintenance of the children living in the Home and the wages, accommodation and medical needs of the staff at the discretion of the Trustees.

Organisational structure

The names of the Trustees and other legal information are shown on page 1 of these accounts. The trustees are responsible for:

- The appointment of new trustees, being persons who are well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust.
- Approving any new ventures.
- Any remuneration of key personnel is reviewed by the trustees and any approvals are agreed upon without connected individuals being present.
- Approving any significant donation from the charity.

The day-to-day responsibilities have been delegated to Aaron and Stephen Chaudhary who are in regular contact with the management of the children's home.

Trustees Training.

The Trustees are experienced having served on the board for many years—several since this charity was established as well as on the board of other charities. They have had no specific training with this charity but keep up to date with the Trustee's role and responsibilities under Charity Law.

Public benefit

The charity Trustees have complied with their duty in section 17(5) of the 2011 Charities Act to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties. The Charity's activities are for the public benefit in that grants payable are made to works which eradicate poverty and ignorance, and payments to support the ministry of evangelists and Bible teachers are made to those who make no charge for their services and are dependent upon public subscription to enable them to minister.

Related parties

Three of the Trustees (A Chaudhary, M Taplin and W O'Leary) are also on the Board of Trustees of the David Chaudhary Ministries Fund (Registered Charity 326436).

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

Review of activities and achievements

During the beginning of the period under review the global pandemic was still restricting the operation of the children's home and school. The Indian government had made the decision to close all non-government operated children's home and schools. Travel was also restricted, and combined with a change in personal circumstances, this meant that during this period there were no visits to the Children's Home normally taken by Stephen Chaudhary (trustee) and his wife Lesley. However, it was anticipated that a visit would take place at the end of 2022.

This meant the closure of the children's home and the school resulted in children residing at the home returning to their families and guardians. The staff however, under their own initiative, responding by making regular visits to the villages and communities where the children came from with the intention of reassuring the families and guardians that the children's home would reopen as soon as possible. Although this was demanding and time consuming work, the effort was appreciated and was a testimony to the genuine care and concern demonstrated by management and staff, and a number of families who, at the time were not connected to the children's home and school, became interested

As well as the pastoral care of the children the staff also ensure the security of the children's home property and maintenance. The staff continued to receive their salaries, however, a few decided to take on other work but thankfully the vacancies have since been filled with good quality personnel. The trustees are happy that during this season the home was well managed.

Although there is a push by the government to promote government run schools, there is a desire to promote the children's home school in the local community and surrounding areas. It currently has five classes of lower and upper kindergarten aged children, the pupils are a mix of the younger children from the Home and children from the local village. The classes are well attended, and the children are disciplined and well behaved. The teaching is of a good standard.

The children's home and the school provide employment for 12 individuals including the management committee, key staff members, teaching staff, auxiliary staff including cook, assistant, and domestic worker, and watchman. The children's home workers who come from other areas are provided with on-site accommodation while the teachers tend to live locally and commute. Two ladies on staff were former residents of the children's home, this is especially satisfying.

In the year to 31st March 2022 the costs of running the children's home and the school were £21,134.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

Reserves

Reserves at 31st March 2022 were £908,328. In view of the need to provide security of accommodation, education and maintenance of the children from infancy to departure at adulthood and into further education it is intended to maintain reserves at the level needed to cover support and running costs for 15 years. A capital fund was set up to maintain those reserves, which is represented by investments valued at £631,214.

Investment powers, policy and performance

A proportion of funds is maintained on deposit, but the majority of the investments, presently £631,214, consists of freehold property let residentially in the UK.

Grant making policy

The Charity, at their discretion and in accordance with their objectives makes grants to trusted individuals and organisations whose purpose aligns with those of the charity. During this period such grants were made in support of missionaries to the Philippines. These were for £1,200.

Governance and internal control

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. Detailed returns are required from the Children's Home; under normal circumstances, annual visits are made to the Home to verify that it is properly run and that the condition of the building is of an acceptable standard, and that funds sent to the local charity are being correctly used.

Plans for the Future

Our mission and goals for the future remain consistent with our objectives, i.e. to communicate the Gospel of Jesus Christ, to provide financial support for the children's home in Gajjaram, India and other children's homes the trustees may wish to support, and to provide education for the children's home and assist those involved in Christian ministry with the provision of children's education.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST**REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022****TRUSTEES' RESPONSIBILITIES STATEMENT**

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the year end and of its incoming resources and resources expended during that year. In preparing these financial statements, the trustees are required to:

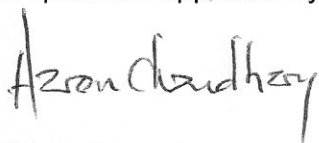
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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. 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.

INDEPENDENT EXAMINER

The charity's independent examiner is Anna Benjumea of Robin Dillamore Ltd, Chartered Accountants and Business Advisers.

This report was approved by the trustees on 23.1.2023 and is signed on their behalf by:



A P Chaudhary
Trustee

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

REPORT OF THE INDEPENDENT EXAMINER TO THE TRUSTEES

We report on the financial statements of the trust for the year ended 31 March 2022, which are set out on pages 7 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

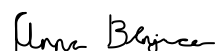
Basis of independent examiner's statement

My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, I have reasonable cause to believe that

- (1) in all material respects the requirements:
 - to keep accounting records in accordance with section 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act and with the methods and principles of the SORP;have been met; and
- (2) there are no material matters to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Anna C R Benjumea ACA

The Melbourne Centre, Melbourne Road, Blacon, Chester CH1 5JQ

Date: ...26th January..... 2023

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2022

(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	Totals 2022 £	Totals 2021 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	36,395	-	36,395	30,688
Income from Investments	3	32,139	-	32,139	31,581
		_____	_____	_____	_____
TOTAL INCOME AND ENDOWMENTS		68,534	-	68,534	62,269
		_____	_____	_____	_____
EXPENDITURE ON					
Charitable activities					
Grants payable	4	1,200	-	1,200	2,600
Costs of activities	5	21,134	-	21,134	18,270
Support costs	6	6,618	-	6,618	7,143
		_____	_____	_____	_____
TOTAL EXPENDITURE		28,952	-	28,952	28,013
		_____	_____	_____	_____
NET INCOME/(EXPENDITURE) FOR THE YEAR					
		39,582	-	39,582	34,256
Transfer of funds					
Other recognised gains / (losses)		-	-	-	-
Other gains / (losses)		-	-	-	-
		_____	_____	_____	_____
Net movement in funds for the year		39,582	-	39,582	34,256
Balances brought forward		868,746	-	868,746	834,490
		_____	_____	_____	_____
Balances carried forward		908,328	-	908,328	868,746
		_____	_____	_____	_____

The charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

The notes on pages 9 to 17 form part of these financial statements.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

BALANCE SHEET

31 MARCH 2022

	Note	£	2022 £	£	2021 £
FIXED ASSETS					
Tangible assets	8		155,567		159,710
Investments	9		631,214		631,214
			<u>786,781</u>		<u>790,924</u>
CURRENT ASSETS					
Debtors	10	11,662		16,201	
Cash at bank and in hand		111,659		63,695	
			<u>123,321</u>	<u>79,896</u>	
CREDITORS: amounts falling due within one year	11	(1,774)		(2,074)	
NET CURRENT ASSETS			<u>121,547</u>		<u>77,822</u>
NET ASSETS			<u>908,328</u>		<u>868,746</u>
FUNDS					
Unrestricted funds					
Designated funds	12		631,214		631,214
General reserve	12		277,114		237,532
TOTAL FUNDS	12		<u>908,328</u>		<u>868,746</u>

These financial statements were approved by the trustees on ...23.1.2023 and are signed on their behalf by:

A P Chaudhary

A P Chaudhary
Trustee

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 MARCH 2022****1. ACCOUNTING POLICIES****Basis of preparation**

The financial statements have been prepared under the historical cost convention, and in accordance with the Charities Act 2011 and the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities (FRS 102)".

Fund accounting

Unrestricted funds are general funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Income and endowments

All income and endowments are included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Donated services or facilities, which comprise donated services, are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

No amounts are included in the financial statements for services donated by volunteers.

Expenditure

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

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at headquarters.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

ACCOUNTING POLICIES (continued)

Foreign exchange gains and losses

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the average rate during the accounting period. All differences are taken to the SOFA.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Assets are capitalised where they can be used for more than one year and cost over £100.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Long leasehold – 2% straight line

Other fixed assets – 20% straight line

Investments

Fixed asset investments are stated at the trustees' best estimate of the market value as at the year-end date. A valuation by an independent expert has not been carried out.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Unrestricted donations	36,395	30,688
Restricted donations	-	-
	<u>36,395</u>	<u>30,688</u>

The donations above are shown inclusive of the corresponding amounts of Gift Aid tax reclaimable.

3. INVESTMENT INCOME

	2022	2021
	£	£
Income from investment properties	36,820	34,243
Less Expenses	(4,681)	(2,662)
	<u>32,139</u>	<u>31,581</u>
Net income from investment properties	32,139	31,581
Bank interest receivable	-	-
	<u>32,139</u>	<u>31,581</u>

4. GRANTS PAYABLE

	2022	2021
	£	£
Grants to other NGOs	-	-
Grants payable to UK individuals	1,200	2,600
Pastor and widows support	-	-
School and education fees	-	-
	<u>1,200</u>	<u>2,600</u>

5. CHARITABLE ACTIVITIES

	2022	2021
	£	£
Running costs of the children's home	21,134	18,270
	<u>21,134</u>	<u>18,270</u>

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

6. SUPPORT COSTS

	2022	2021
	£	£
Travel expenses	-	29
PPS	533	991
Depreciation	4,143	4,143
Bank charges	133	-
Insurance	632	616
HMRC fine	-	-
Trustees' indemnity insurance	372	313
Trustees' meeting expenses	-	-
Accountancy	155	85
Telephone and internet	300	291
Independent examiner's fees	350	675
	<u>6,618</u>	<u>7,143</u>

7. TRANSACTIONS WITH TRUSTEES AND RELATED PARTIES

No remuneration was paid to the trustees for their services as trustees. The trustees were reimbursed for expenses of £100 during the year (2021 - £239). The trustees donated a total amount of £360 during the year to the charity (2021 - £600).

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

8. FIXED ASSETS

	Motor vehicles £	Office equipment £	Long Leasehold £	TOTAL £
Cost or valuation				
As at 1 April 2021	1,222	2,339	192,521	196,082
Additions	-	-	-	-
Disposals	-	-	-	-
As at 31 March 2022	<u>1,222</u>	<u>2,339</u>	<u>192,521</u>	<u>196,082</u>
Depreciation				
As at 1 April 2021	1,222	1,462	33,688	36,372
Charge for the year	-	293	3,850	4,143
Disposals	-	-	-	-
As at 31 March 2022	<u>1,222</u>	<u>1,755</u>	<u>37,538</u>	<u>40,515</u>
Net book values				
As at 31 March 2022	<u>-</u>	<u>584</u>	<u>154,983</u>	<u>155,567</u>
As at 31 March 2021	<u>-</u>	<u>877</u>	<u>158,833</u>	<u>159,710</u>

9. FIXED ASSET INVESTMENTS

	Freehold property £	Total £
Cost / Revaluation		
At 1 April 2021	631,214	631,214
Additions	-	-
At 31 March 2022	<u>631,214</u>	<u>631,214</u>
Net book value		
At 1 April 2021	631,214	631,214
At 31 March 2022	<u>631,214</u>	<u>631,214</u>

The properties are held in the UK and consist of five modern residential letting properties. These investments are all to provide an income return for the Charity.

These have not been formally re-valued, but in the opinion of the Trustees their market value is in the region of £631,214 at the balance sheet date.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

10. DEBTORS

	2022	2021
	£	£
Income tax recoverable	11,036	15,666
Prepayments	626	535
	<u>11,662</u>	<u>16,201</u>

11. CREDITORS: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	805	1,105
Obligation under rent bond	969	969
	<u>1,774</u>	<u>2,074</u>

12. STATEMENT OF FUNDS

	At 1 April 2021	Income	Expenditure	Transfers	Gains and losses	At 31 March 2022
	£	£	£	£	£	£
Unrestricted funds						
General reserves	237,532	68,534	(28,952)	-	-	277,114
Designated fund (Capital fund)	631,214	-	-	-	-	631,214
	<hr/>					<hr/>
Restricted funds						
Total restricted	-	-	-	-	-	-
	<hr/>					<hr/>
Total funds	868,746	68,534	(28,952)	-	-	908,328

The general reserves are the free funds of the charity which are not designated for particular purposes. As stated in the Trustees' Report, a capital fund has been set up to provide security of accommodation for at least fifteen years (previously twelve), based on the current level of support, which in the year to 31st March 2022 was £21,134 (2021 - £18,270). The income of this fund is regarded as part of the general funds of the Trust and is applied against the support of children and the expenses of the children's homes.

**THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 31 MARCH 2022

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Designated funds £	General funds £	Total Unrestricted funds £
Fund balances at 31 March 2022 represented by:			
Fixed assets	-	155,567	155,567
Fixed asset investments	631,214	-	631,214
Current assets	-	123,321	123,321
Current liabilities	-	(1,774)	(1,774)
	<u>631,214</u>	<u>277,114</u>	<u>908,328</u>

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions.

14. INDEMNITY INSURANCE

As permitted by the Trust Deed, the charity paid for the insurance premiums to indemnify Trustees from any loss arising from neglect or defaults of Trustees and any consequent loss.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

15. STATEMENT OF CASH FLOWS

	2022	2021	Note
	£	£	
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	47,964	34,963	(Note 16)
Cash flows from investing activities:			
Dividends, interest and rents from investments	-	-	
Proceeds from the sale of property, plant and equipment	-	-	
Purchase of property, plant and equipment	-	-	
Proceeds from sale of investments	-	-	
Purchase of investments	-	(84,881)	
Net cash provided by (used in) investing activities	-	(84,881)	
Cash flows from financing activities:			
Repayments of borrowing	-	-	
Cash inflows from new borrowing	-	-	
Receipt of endowment	-	-	
Net cash provided by (used in) financing activities	-	-	
Change in cash and cash equivalents in the reporting period	47,964	(49,918)	
Cash and cash equivalents at the beginning of the reporting period	63,695	113,613	(Note 17)
Change in cash and cash equivalents due to exchange rate movements	-	-	
Cash and cash equivalents at the end of the reporting period	111,659	63,695	(Note 17)

**THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 31 MARCH 2022

16. RECONCILIATION OF NET INCOME/(EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	39,582	34,256
Adjustments for:		
Depreciation charges	4,143	4,143
(Gains)/losses on investments	-	-
Loss/(profit) on the sale of fixed assets	-	-
(Increase)/decrease in stocks	-	-
(Increase)/decrease in debtors	4,539	(3,522)
Increase/(decrease) in creditors	(300)	86
Net cash provided by (used in) operating activities	47,964	34,963

17. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2022	2021
	£	£
Cash in hand	111,659	63,695
Notice deposits (less than 3 months)	-	-
Overdraft facility repayable on demand	-	-
Total cash and cash equivalents	111,659	63,695

THE DAVID CHAUDHARY MINISTRIES CHILDRENS HOME TRUST

England & Wales - Charity number 1092114

Accounts

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2021

Charity Number 1092114

ROBIN DILLAMORE LTD

Chartered Accountants
and Business Advisers

The Melbourne Centre, Melbourne Road
Blacon, Chester CH1 5JQ

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

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**THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
LEGAL AND ADMINISTRATIVE INFORMATION**

Charity registered number 1092114

Governing instrument Declaration of Trust dated 27 June 2001

Trustees
A P Chaudhary
S P V Chaudhary
W T O'Leary
M L Taplin
J P Wilkinson
I P O'Leary
S Horsley

Principal address
c/o S S Chaudhary
19 Forster Close
Heather View
Newton Aycliffe
Co Durham
DL5 4XL

Independent examiner
Anna C R Benjumea
Robin Dillamore Ltd
Chartered Accountants
The Melbourne Centre
Melbourne Road, Blacon
Chester CH1 5JQ

UK bankers
Barclays Bank plc
31 High Row
Darlington
Co Durham

State Bank of India
Manchester Branch
Carlton House
18 Albert Square
Manchester
M2 5PE

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2021

Charitable objects

The Objects of the Charity are to proclaim and further the Gospel of God concerning His Son Jesus Christ our Lord and the preaching and teaching of the Word of God consistently with its Doctrines and in furtherance of those objects to: -

- a) Provide Christian education consistent with the Doctrines in the Home [The David Chaudhary Ministries Children's Home, at Gajjaram] and in any other children's home which the Trustees may wish to set up or support.
- b) Provide from the income of the Trust Fund financial support for the running of the Home including specifically but not exclusively the payment of the cost of accommodation, education, medical needs and any other maintenance of the children living in the Home and the wages, accommodation and medical needs of the staff at the discretion of the Trustees.

Organisational structure

The names of the Trustees and other legal information are shown on page 1 of these accounts. The trustees are responsible for:

- The appointment of new trustees, being persons who are well known to them and are of proven integrity and financial ability, and who are wholly in sympathy with the objects of the Trust.
- Approving any new ventures.
- Any remuneration of key personnel is reviewed by the trustees and any approvals are agreed upon without connected individuals being present.
- Approving any significant donation from the charity.

Previously the trustees had previously delegated all aspects of the day-to-day management as the responsibility of the ministry founders both of whom are now deceased—Mrs Sushila Chaudhary passing away during the year under review. These day-to-day responsibilities now rest with Aaron and Stephen Chaudhary.

Trustees Training.

The Trustees are experienced having served on the board for many years—several since this charity was established as well as on the board of other charities. They have had no specific training with this charity but keep up to date with the Trustee's role and responsibilities under Charity Law.

Public benefit

The charity Trustees have complied with their duty in section 17(5) of the 2011 Charities Act to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties. The Charity's activities are for the public benefit in that grants payable are made to works which eradicate poverty and ignorance, and payments to support the ministry of evangelists and Bible teachers are made to those who make no charge for their services and are dependent upon public subscription to enable them to minister.

Related parties

Three of the Trustees (A Chaudhary, M Taplin and W O'Leary) are also on the Board of Trustees of the David Chaudhary Ministries Fund (Registered Charity 326436).

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2021

Review of activities and achievements

Sadly, during the year under review, Mrs Sushila Chaudhary, joint founder of David Chaudhary Ministries Children's Home, passed away on the 15th April 2020 after a period of poor health. This took place under the shadow of the COVID-19 global pandemic with all the restrictions mandated at the time.

The global pandemic severely restricted travel and during the year under review there were none of the usual visits to the Children's Home in India normally taken by Stephen Chaudhary (trustee) and his wife Lesley.

In response to the pandemic the Indian government made the decision to have all non-government children's homes temporarily closed. This meant the closure of the children's home and the school support located on the compound; most significantly, it meant that the children residing at the home were to return to their families and guardians. The staff responded to the challenge of these unprecedented times by staying in touch with the children and making regular visits to their villages to reassure family members and guardians that the children's home would reopen as soon as it was allowed to do so. The temptation is often for children to become involved in some form of child labour to generate income for the families. This work was demanding and time consuming but ultimately well worth the effort and we are very grateful for the genuine care and concern demonstrated by the children's home management and staff.

At the same time the dedicated staff had to ensure the security of the children's home buildings and property while empty and unused. The staff continued to receive their salaries, however, some chose to move on to other work and the vacancies have since been filled. The trustees are very pleased that during this season the affairs of the home were well managed and the day-to-day operations ran smoothly.

With the exception of the period of closure, the children's home runs a school providing education for five classes of lower and upper kindergarten aged children, the pupils are made up of the younger children from the Home as well as children from the local village. The classes are well attended and the children are customarily disciplined and well behaved, and the teaching is of a good standard. Relationships with the local community, schools and colleges is good.

The children's home and the school provide employment for 12 individuals including the management committee, key staff members, teaching staff, auxiliary staff including cook, assistant, and domestic worker, and watchman. The children's home workers who come from other areas are provided with on-site accommodation while the teachers tend to live locally and commute. Two ladies on staff were former residents of the children's home, this is especially satisfying.

Due to the restrictions in travelling in recent times there had been a decline in individual supporters—understandably in some ways as the vision needs to be shared regularly to maintain levels of interest. The charity therefore made the decision to purchase an additional investment property to guarantee the long-term income. The trustees are confident that the income from the rental properties will ensure the objectives of the charity can be carried out in the medium to long term.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2021

In the year to 31st March 2021 the costs of running the children's home and the school were £18,270. This is less than the previous year due to the temporary closure of the children's home and reduced capital expenditure.

Reserves

Reserves at 31st March 2021 were £868,746. In view of the need to provide security of accommodation, education and maintenance of the children from infancy to departure at adulthood and into further education it is intended to maintain reserves at the level needed to cover support and running costs for 15 years. A capital fund was set up to maintain those reserves, which is represented by investments valued at £631,214.

Investment powers, policy and performance

A proportion of funds is maintained on deposit, but the majority of the investments, presently £631,214, consists of freehold property let residentially in the UK.

Grant making policy

The Charity, at their discretion and in accordance with their objectives makes grants to trusted individuals and organisations whose purpose aligns with those of the charity.

Governance and Internal control

The major risks to which the Charity is exposed, as identified by the Trustees, have been reviewed and systems established to mitigate those risks. Detailed returns are required from the Children's Home, and the Founders and other Trustees have made frequent visits to the Home to verify it is properly run and that the building work is of an acceptable standard, and the funds transmitted to the local charity have been correctly applied and have also provided personal assistance in securing places for children in further education.

Plans for the Future

Our mission and goals for the future remain consistent with our objectives, i.e. to communicate the Gospel of Jesus Christ, to provide financial support for the children's home in Gajjaram, India and other children's homes the trustees may wish to support, and to provide education for the children's home and assist those involved in Christian ministry with the provision of children's education.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2021

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the year end and of its incoming resources and resources expended during that year. In preparing these financial statements, the trustees are required to:

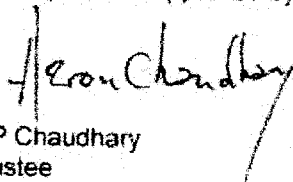
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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. 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.

INDEPENDENT EXAMINER

The charity's independent examiner is Anna Benjumea of Robin Dillamore Ltd, Chartered Accountants and Business Advisers.

This report was approved by the trustees on 21.1.2022 and is signed on their behalf by:



A P Chaudhary
Trustee

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

REPORT OF THE INDEPENDENT EXAMINER TO THE TRUSTEES

We report on the financial statements of the trust for the year ended 31 March 2021, which are set out on pages 7 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, I have reasonable cause to believe that

(1) in all material respects the requirements:

- to keep accounting records in accordance with section 130 of the Charities Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act and with the methods and principles of the SORP;

have been met; and

(2) there are no material matters to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Anna Benjumea

Anna C R Benjumea ACA

The Melbourne Centre, Melbourne Road, Blacon, Chester CH1 5JQ

Date: *25th January* 2022

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2021

(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted Funds £	Restricted Funds £	Totals 2021 £	Totals 2020 £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	30,688	-	30,688	38,644
Income from Investments	3	31,581	-	31,581	15,497
TOTAL INCOME AND ENDOWMENTS		<u>62,269</u>	<u>-</u>	<u>62,269</u>	<u>54,141</u>
EXPENDITURE ON					
Charitable activities					
Grants payable	4	2,600	-	2,600	16,700
Costs of activities	5	18,270	-	18,270	30,482
Support costs	6	7,143	-	7,143	11,473
TOTAL EXPENDITURE		<u>28,013</u>	<u>-</u>	<u>28,013</u>	<u>58,655</u>
NET INCOME/(EXPENDITURE) FOR THE YEAR		34,256	-	34,256	(4,514)
Transfer of funds		-	-	-	-
Other recognised gains / (losses)		-	-	-	-
Other gains / (losses)		-	-	-	-
Net movement in funds for the year		34,256	-	34,256	(4,514)
Balances brought forward		834,490	-	834,490	839,004
Balances carried forward		<u>868,746</u>	<u>-</u>	<u>868,746</u>	<u>834,490</u>

The charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

The notes on pages 9 to 17 form part of these financial statements.

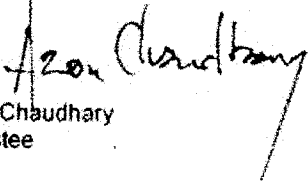
THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

BALANCE SHEET

31 MARCH 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible assets	8	159,710	163,853
Investments	9	631,214	546,333
		<u>790,924</u>	<u>710,186</u>
CURRENT ASSETS			
Debtors	10	16,201	12,679
Cash at bank and in hand		63,695	113,613
		<u>79,896</u>	<u>126,292</u>
CREDITORS: amounts falling due within one year	11	<u>(2,074)</u>	<u>(1,988)</u>
NET CURRENT ASSETS		<u>77,822</u>	<u>124,304</u>
NET ASSETS		<u>868,746</u>	<u>834,490</u>
FUNDS			
Unrestricted funds			
Designated funds	12	631,214	546,333
General reserve	12	237,532	288,157
TOTAL FUNDS	12	<u>868,746</u>	<u>834,490</u>

These financial statements were approved by the trustees on 21.1.2022 and are signed on their behalf by:


A P Chaudhary
Trustee

The notes on pages 9 to 17 form part of these financial statements.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 MARCH 2021****1. ACCOUNTING POLICIES****Basis of preparation**

The financial statements have been prepared under the historical cost convention, and in accordance with the Charities Act 2011 and the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities (FRS 102)".

Fund accounting

Unrestricted funds are general funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Income and endowments

All income and endowments are included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Donated services or facilities, which comprise donated services, are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

No amounts are included in the financial statements for services donated by volunteers.

Expenditure

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

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at headquarters.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year-end are noted as a commitment, but not accrued as expenditure.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

ACCOUNTING POLICIES (continued)

Foreign exchange gains and losses

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the average rate during the accounting period. All differences are taken to the SOFA.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Assets are capitalised where they can be used for more than one year and cost over £100.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Long leasehold – 2% straight line

Other fixed assets – 20% straight line

Investments

Fixed asset investments are stated at the trustees' best estimate of the market value as at the year-end date. A valuation by an independent expert has not been carried out.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Unrestricted donations	30,688	38,644
Restricted donations	-	-
	<u>30,688</u>	<u>38,644</u>

The donations above are shown inclusive of the corresponding amounts of Gift Aid tax reclaimable.

3. INVESTMENT INCOME

	2021 £	2020 £
Income from investment properties	34,243	24,258
Less Expenses	(2,662)	(8,761)
Net income from investment properties	31,581	15,497
Bank interest receivable	-	-
	<u>31,581</u>	<u>15,497</u>

4. GRANTS PAYABLE

	2021 £	2020 £
Grants to other NGOs	-	600
Grants payable to UK individuals	2,600	15,600
Pastor and widows support	-	-
School and education fees	-	500
	<u>2,600</u>	<u>16,700</u>

5. CHARITABLE ACTIVITIES

	2021 £	2020 £
Running costs of the children's home	18,270	30,482
	<u>18,270</u>	<u>30,482</u>

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

6. SUPPORT COSTS

	2021	2020
	£	£
Travel expenses	29	4,752
PPS	991	533
Depreciation	4,143	4,143
Bank charges	-	180
Insurance	616	487
HMRC fine	-	-
Trustees' indemnity insurance	313	297
Trustees' meeting expenses	-	246
Accountancy	85	-
Telephone and internet	291	-
Independent examiner's fees	675	835
	<u>7,143</u>	<u>11,473</u>

7. TRANSACTIONS WITH TRUSTEES AND RELATED PARTIES

No remuneration was paid to the trustees for their services as trustees. The trustees were reimbursed for expenses of £239 during the year (2020 - £246). The trustees donated a total amount of £600 during the year to the charity (2020 - £460).

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

8. FIXED ASSETS

	Motor vehicles £	Office equipment £	Long Leasehold £	TOTAL £
Cost or valuation				
As at 1 April 2020	1,222	2,339	192,521	196,082
Additions	-	-	-	-
Disposals	-	-	-	-
As at 31 March 2021	<u>1,222</u>	<u>2,339</u>	<u>192,521</u>	<u>196,082</u>
Depreciation				
As at 1 April 2020	1,222	1,169	29,838	32,229
Charge for the year	-	293	3,850	4,143
Disposals	-	-	-	-
As at 31 March 2021	<u>1,222</u>	<u>1,462</u>	<u>33,688</u>	<u>36,372</u>
Net book values				
As at 31 March 2021	<u>-</u>	<u>877</u>	<u>158,833</u>	<u>159,710</u>
As at 31 March 2020	<u>-</u>	<u>1,170</u>	<u>162,683</u>	<u>163,853</u>

9. FIXED ASSET INVESTMENTS

	Freehold property £	Total £
Cost / Revaluation		
At 1 April 2020	546,333	546,333
Additions	84,881	84,881
At 31 March 2021	<u>631,214</u>	<u>631,214</u>
Net book value		
At 1 April 2020	546,333	546,333
At 31 March 2021	<u>631,214</u>	<u>631,214</u>

The properties are held in the UK and consist of five modern residential letting properties. These investments are all to provide an income return for the Charity.

These have not been formally re-valued, but in the opinion of the Trustees their market value is in the region of £631,214 at the balance sheet date.

THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

10. DEBTORS

	2021 £	2020 £
Income tax recoverable	15,666	12,166
Prepayments	535	513
	<u>16,201</u>	<u>12,679</u>

11. CREDITORS: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	1,105	1,019
Obligation under rent bond	969	969
	<u>2,074</u>	<u>1,988</u>

12. STATEMENT OF FUNDS

	At 1 April 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 March 2021 £
Unrestricted funds						
General reserves	288,157	62,269	(28,013)	(84,881)	-	237,532
Designated fund (Capital fund)	546,333	-	-	84,881	-	631,214
	<hr/>					
Restricted funds						
Total restricted	-	-	-	-	-	-
	<hr/>					
Total funds	<u>834,490</u>	<u>62,269</u>	<u>(28,013)</u>	<u>-</u>	<u>-</u>	<u>868,746</u>

The general reserves are the free funds of the charity which are not designated for particular purposes. As stated in the Trustees' Report, a capital fund has been set up to provide security of accommodation for at least fifteen years (previously twelve), based on the current level of support, which in the year to 31st March 2021 was £18,270 (2020 - £30,482). The income of this fund is regarded as part of the general funds of the Trust and is applied against the support of children and the expenses of the children's homes.

**THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 31 MARCH 2021

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Designated funds £	General funds £	Total Unrestricted funds £
Fund balances at 31 March 2021 represented by:			
Fixed assets	-	159,710	159,710
Fixed asset investments	631,214	-	631,214
Current assets	-	79,896	79,896
Current liabilities	-	(2,074)	(2,074)
	<u>631,214</u>	<u>237,532</u>	<u>868,746</u>

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with any restrictions.

14. INDEMNITY INSURANCE

As permitted by the Trust Deed, the charity paid for the insurance premiums to indemnify Trustees from any loss arising from neglect or defaults of Trustees and any consequent loss.

**THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 31 MARCH 2021

15. STATEMENT OF CASH FLOWS

	2021 £	2020 £	Note
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	34,963	(626)	(Note 16)
Cash flows from investing activities:			
Dividends, interest and rents from investments	-	-	
Proceeds from the sale of property, plant and equipment	-	-	
Purchase of property, plant and equipment	-	(1,463)	
Proceeds from sale of investments	-	-	
Purchase of investments	(84,881)	(140,000)	
Net cash provided by (used in) investing activities	(84,881)	(141,463)	
Cash flows from financing activities:			
Repayments of borrowing	-	-	
Cash inflows from new borrowing	-	-	
Receipt of endowment	-	-	
Net cash provided by (used in) financing activities	-	-	
Change in cash and cash equivalents in the reporting period	(49,918)	(142,089)	
Cash and cash equivalents at the beginning of the reporting period	113,613	255,702	(Note 17)
Change in cash and cash equivalents due to exchange rate movements	-	-	
Cash and cash equivalents at the end of the reporting period	63,695	113,613	(Note 17)

**THE DAVID CHAUDHARY MINISTRIES CHILDREN'S HOME TRUST
NOTES TO THE FINANCIAL STATEMENTS**

YEAR ENDED 31 MARCH 2021

16. RECONCILIATION OF NET INCOME/(EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	34,256	(4,514)
Adjustments for:		
Depreciation charges	4,143	4,143
(Gains)/losses on investments	-	-
Loss/(profit) on the sale of fixed assets	-	-
(Increase)/decrease in stocks	-	-
 (Increase)/decrease in debtors	 (3,522)	 (264)
 Increase/(decrease) in creditors	 86	 9
Net cash provided by (used in) operating activities	<u>34,963</u>	<u>(626)</u>

17. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2021 £	2020 £
Cash in hand	63,695	113,613
Notice deposits (less than 3 months)	-	-
Overdraft facility repayable on demand	-	-
Total cash and cash equivalents	<u>63,695</u>	<u>113,613</u>