

REGISTERED COMPANY NUMBER: 05854972 (England and Wales)
REGISTERED CHARITY NUMBER: 1122165

TRUSTEES' REPORT AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
GHANSHYAM EDUCATION TRUST

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FOR THE YEAR ENDED 31 DECEMBER 2021**

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**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The Trustees (who are also directors of the charity for the purposes of the Companies Act) present their annual report together with the financial statements of Ghanshyam Education Trust (the charity) for the year ended 31 December 2020. The Trustees confirm that the Annual report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005.

OBJECTIVES AND ACTIVITIES

Objectives and aims

1) To advance the education of the congregation of Shree Kutch Satsang Swaminarayan Temple (Mandir) London, Kenton Harrow Middlesex by the provision of education and learning to children and young persons which shall be administered in accordance with the tenets and doctrines of the Hindu faith and in particular in accordance with the teachings and principles of Lord Shree Swaminarayan.

2) To enhance the development and education of children under statutory school age by encouraging parents to understand and provide for the needs of their children through community groups.

Significant activities

Factors relevant to the achievement of the charity's objectives

The Charity continues to undertake activities that contribute to the achievement of the stated objectives which are summaries below as well as achieving the Charity Commission's guidance on public benefit, including the guidance on public benefit and fee charging.

The Charity continues to provide and organise various educational activities for all age groups. The charity relies on grants and income from fees and charges to cover its operating costs. All such activities are supported by a team of volunteers who give support in the functions of maintenance, security, cleaning and special events.

Public benefit

The charity has achieved the public benefit objectives by running the educational activities listed below on behalf of the members of the Shree Kutch Satsang Swaminarayan Temple and their congregation. The activities provide education and learning to children and young persons which are administered in accordance with the tenets and doctrines of the Hindu faith and in particular in accordance with the teachings and principles of Lord Shree Swaminarayan.

The activities provided enhance the development and education of children under statutory school age which also encourages parents to understand and provide for the needs of their children through community groups.

Social investments

Charity's funds are being used in the short term for the running of the Educational activities and subsidies together with improvement of the facilities, hence assisting in the furtherance of the charity and supporting its key objectives.

Volunteers

The charity is grateful for the unstinting efforts of its volunteers who are involved in service provision. We thank all volunteers for the hard work during the year to facilitate the various educational activities, maintenance, security cleaning and organized special events.

The charity continues to ensure that best value is derived from the sterling efforts of our volunteers.

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

- The Gujarati School, continues to run successfully every Saturday with over 200 students. During 2021 the GCSE entrants achieved a high standard.
- The Temple contributes immensely to the Ghanshyam Nursery which provides valuable support to the community through Grants and other support.
- The Ghanshyam Nursery School received a 'Good' rating from OFSTED in its most recent inspection.
- The existing facilities maintained by the charity are also provided to facilitate other youth oriented educational and cultural classes, adult English classes and to community groups to undertake IT classes.

FINANCIAL REVIEW

Principal funding sources

The principal funding sources for the charity are currently by way of Educational activities in the Gujarati School, Ghanshyam Nursery and grants.

Reserves policy

The Trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets (free reserves) held by the charity are adequate at all times.

To reduce the risk of over expenditure, proper procedures for authorization of all transactions and projects exist. To further mitigate the risks, the Trustees will carry out periodic review of the progress of objectives stated.

FUTURE PLANS

In 2021 the trustees carried out a review of the charity's activities and produced a medium and long term plan as detailed below to enable it to meet its objectives.

- To identify and invest in facilities geared towards expanding educational, cultural and life skills for our members and the local community.
- Integrate other educational activities currently running in the building into the Trust.
- Maintain and improve existing Educational facilities and to fulfil our statutory obligation of hygiene and safety as well as providing a comfortable and congenial environment for activity participants.
- Continue to maintain high standards of the education building.
- Establish relationships with local schools for religious education.
- Organise various courses such as First Aid, Health & Safety etc.
- Participate in other charity work such as fundraising.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charity is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 22/06/2006.

Charity constitution

The charity is constituted under a Memorandum of Association dated 22/06/2006 and is a registered charity number 1122165.

Recruitment and appointment of new trustees

The management of the charity is the responsibility of the Trustees who are elected under the terms of the Articles of Association.

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organizational structure

The Charity was registered on the 3 January 2008 and is governed by its constitution.

The Trustees are elected annually by the members and comprises of nine (2020: nine) advisors. The constitution allows the Shree Kutch Satsang Swaminarayan Temple's (SKSST) managing committee members, who are also the members of the company, to appoint further Trustees.

Induction and training of new trustees

As part of their induction program new Trustees are made aware of their responsibilities. This includes an introduction to the objectives, scope and policies of the charity, Charity Commission information on Trustees' responsibilities and a copy of the constitution. Additional training is available to keep up to date with all new regulations concerning the charity's activities.

Related parties

GET is a charity and a company limited by guarantee, in which the managing members of Shree Kutch Satsang Swaminarayan Temple are the Guarantors. In the event of the charity being wound up, the liability in respect of the guarantee is limited.

GET runs the activities with the support and guidance from the Temple volunteers and the management committee.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05854972 (England and Wales)

Registered Charity number

1122165

Registered office

Westfield Lane
Kenton
Harrow
Middlesex
HA3 9EA

Trustees

A Bhanderi
H Jesani Commercial Manager (resigned 31/3/2022)
D V Patel Businessman (resigned 31/3/2022)
A Halai Teacher
D K Patel Pharmacist (resigned 1/4/2022)

Company Secretary

MEMBERS' LIABILITY

The Members of the charity guarantee to contribute an amount not exceeding £10 to the assets of the charity in the event of winding up.

Approved by order of the board of trustees on 28 October 2022 and signed on its behalf by:

A Bhanderi - Trustee

Independent examiner's report to the trustees of Ghanshyam Education Trust ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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

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

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

Hitesh Gadhia
Institute of Chartered Accountants in England and Wales

28 October 2022

GHANSHYAM EDUCATION TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021**

		31/12/21 Unrestricted fund £	31/12/20 Total funds £
	Notes		
INCOME AND ENDOWMENTS FROM			
Donations and legacies		443	240
Charitable activities			
Gujrati School		18,110	26,964
Nursery School		517,587	470,111
Total		<u>536,140</u>	<u>497,315</u>
EXPENDITURE ON			
Raising funds		-	(3)
Charitable activities	2		
Gujrati School		18,907	12,391
Nursery School		544,579	477,735
Total		<u>563,486</u>	<u>490,123</u>
NET INCOME/(EXPENDITURE)		(27,346)	7,192
RECONCILIATION OF FUNDS			
Total funds brought forward		41,032	33,840
TOTAL FUNDS CARRIED FORWARD		<u><u>13,686</u></u>	<u><u>41,032</u></u>

BALANCE SHEET
31 DECEMBER 2021

		31/12/21 Unrestricted fund £	31/12/20 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	8	48,434	79,297
CURRENT ASSETS			
Debtors	9	16,558	20,321
Cash at bank		8,823	18,493
		<u>25,381</u>	<u>38,814</u>
CREDITORS			
Amounts falling due within one year	10	(60,129)	(77,079)
NET CURRENT ASSETS		<u>(34,748)</u>	<u>(38,265)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		13,686	41,032
NET ASSETS		<u>13,686</u>	<u>41,032</u>
FUNDS	11		
Unrestricted funds		13,686	41,032
TOTAL FUNDS		<u>13,686</u>	<u>41,032</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 28 October 2022 and were signed on its behalf by:

A Bhandari - Trustee

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Improvements to property	- 10% on cost
Fixtures and fittings	- 25% on reducing balance

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

2. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 3) £	Totals £
Gujrati School	18,878	29	18,907
Nursery School	452,059	92,520	544,579
	<u>470,937</u>	<u>92,549</u>	<u>563,486</u>

3. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Gujrati School	29	-	-	29
Nursery School	90,681	399	1,440	92,520
	<u>90,710</u>	<u>399</u>	<u>1,440</u>	<u>92,549</u>

Support costs, included in the above, are as follows:

	Gujrati School £	Nursery School £	31/12/21 Total activities £	31/12/20 Total activities £
Rates and water	-	12,719	12,719	7,688
Insurance	-	5,577	5,577	4,492
Light and heat	-	13,854	13,854	13,045
Telephone	29	-	29	442
Postage and stationery	-	-	-	692
Repairs & maintenance	-	27,668	27,668	2,623
Books & Journals	-	-	-	35
Depreciation of tangible and heritage assets	-	30,863	30,863	32,325
Bank charges	-	399	399	125
IT & Computer costs	-	-	-	1,740
Security costs	-	-	-	3,333
Accountancy fees	-	1,440	1,440	1,200
	<u>29</u>	<u>92,520</u>	<u>92,549</u>	<u>67,740</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31/12/21 £	31/12/20 £
Depreciation - owned assets	30,863	32,325
Other operating leases	<u>95,000</u>	<u>95,000</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

6. STAFF COSTS

The average monthly number of employees during the year was as follows:

	31/12/21	31/12/20
Administrative team	4	4
Teachers & facilitators	21	37
	<u>25</u>	<u>41</u>

No employees received emoluments in excess of £60,000.

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	240
Charitable activities	
Gujrati School	26,964
Nursery School	470,111
Total	<u>497,315</u>
EXPENDITURE ON	
Raising funds	(3)
Charitable activities	
Gujrati School	12,391
Nursery School	477,735
Total	<u>490,123</u>
NET INCOME	7,192
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>33,840</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>41,032</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

8. TANGIBLE FIXED ASSETS

	Improvements to property £	Fixtures and fittings £	Totals £
COST			
At 1 January 2021 and 31 December 2021	286,707	85,252	371,959
DEPRECIATION			
At 1 January 2021	222,029	70,633	292,662
Charge for year	28,670	2,193	30,863
At 31 December 2021	250,699	72,826	323,525
NET BOOK VALUE			
At 31 December 2021	36,008	12,426	48,434
At 31 December 2020	64,678	14,619	79,297

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Trade debtors	15,883	20,064
Other debtors	675	257
	16,558	20,321

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/21 £	31/12/20 £
Social security and other taxes	8,565	3,934
Other creditors	25,037	21,037
SKSST Creditor	(20,404)	(3,655)
Net wages	1,084	1,451
Accruals and deferred income	12,073	18,951
Accrued expenses	7,541	6,100
Deposits held	25,458	28,459
Nest pension creditor	775	802
	60,129	77,079

11. MOVEMENT IN FUNDS

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	41,032	(27,346)	13,686
TOTAL FUNDS	41,032	(27,346)	13,686

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

11. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	536,140	(563,486)	(27,346)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>536,140</u>	<u>(563,486)</u>	<u>(27,346)</u>

Comparatives for movement in funds

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	33,840	7,192	41,032
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>33,840</u>	<u>7,192</u>	<u>41,032</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	497,315	(490,123)	7,192
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>497,315</u>	<u>(490,123)</u>	<u>7,192</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/20 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	33,840	(20,154)	13,686
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>33,840</u>	<u>(20,154)</u>	<u>13,686</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

11. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,033,455	(1,053,609)	(20,154)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,033,455</u>	<u>(1,053,609)</u>	<u>(20,154)</u>

12. RELATED PARTY DISCLOSURES

The charity contributed £95,000 (2020: £95,000) towards licences and other costs to the the Shree Kutch Satsang Swaminarayan Temple (Mandir) London (SKSST), during the year. The Charity was owed £20,404 by SKSST, (2020: £3,655 Creditor).