

**REGISTERED COMPANY NUMBER: 06048050 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1136926**

Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 January 2021  
for  
Surti Orphanage Limited  
(A Company Limited by Guarantee)

Three Leaves LTD  
Chartered Certified Accountants  
Rockware Business Centre  
Office 16  
5 Rockware Avenue  
Greenford  
Middlesex  
UB6 0AA

Surti Orphanage Limited

Contents of the Financial Statements  
for the Year Ended 31 January 2021

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 12
Detailed Statement of Financial Activities	13

## Surti Orphanage Limited

### Report of the Trustees for the Year Ended 31 January 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 January 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).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and activities**

The objects of the school is the advancement of education of boys and girls within the locality of Dih Sarsauna, Bihar. This is an impoverished area, where poverty is rife and educational opportunities limited. Surti Orphanage was set up to provide an education, shelter and medical facilities to children in the locality and beyond. This is a non fee paying school and all expenditure is undertaken solely by funds raised by donors in the UK on an annual basis.

The aim is to equip children with the knowledge and skills to attain self sufficiency later in life.

Our objectives are to;

To broaden our curriculum in line with syllabuses being used within established schools within Bihar state, ensuring uniformity and consistency with other educational establishments in the area.

To continue to provide a 'free' education to all students. English, Maths, Hindi and Religious Studies form the core foundations of the syllabus. We seek to enhance the quality of education provided to students, with increasing investment in resources such as curriculum books to deliver this.

All students are provided with 3 meals a day. We seek to continue providing all students with these nutritious meals. For many this is the only wholesome food they are in receipt of. Endeavours are made to ensure the menu is varied and healthy.

All students are provided with 2 sets of uniform a year. We seek to continue to provide these to students on a yearly basis.

All health and welfare costs are undertaken by Surti Orphanage and again we endeavour to continue to provide this free service to all our students.

Supporting students financially after they have left Surti Orphanage. We are currently supporting 4 students with their further education and seek to continue further studies for our current students in the same way.

Surti Orphanage welcomes students from all backgrounds and from other localities.

## **ACHIEVEMENT AND PERFORMANCE**

We have as always some great progress to report on this year from both an educational perspective and building maintenance perspective.

### **Education Update**

The madarassa continues to run the syllabus of Imarat Shariah (a recognised establishment in India which is responsible for running key madarasas nationwide, approximately 200 which are in Bihar itself) whereby the standard in English, Math, Hindi and Islamic Studies is focused towards higher education for the children. Annual examination system has been introduced in the madarasa which is invigilated by external examiners.

The IT units and the IT teacher and progressing well in equipping children with basic IT skills and ways to enable effective utilization of these resources.

### **Construction Update**

Work has also commenced on a new mosque in close vicinity to the madarasa to cater to the more extended population in the area. The foundations of the new mosque have been laid and construction on the main building and wudhu facilities have commenced.

### **Property Update**

During the year, a piece of land has been bought and deposit has been paid for second piece of land in order to build hostel and office. No further work has been carried out during the year on this project.

## **FINANCIAL REVIEW**

The charity also achieved significant results in using its funds in the most cost effective way possible. This is reflected by the retained funds and the net assets owned by the charity which can be expended on the charity's forthcoming projects.

## **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.

### **Organisational structure, governance and management**

Surti Orphanage Limited was established and registered as a company limited by guarantee in 2007. The work and affairs of the charity are governed through compliance with a memorandum and articles of association. The charity currently has a board of 4 trustees who meet to review and oversee the work of the organisation at quarterly meetings.

Extensive Investment has been undertaken on the infrastructure of Surti Orphanage. This work has been overseen by our Chairperson, who makes annual visits to ensure that work is being undertaken to the highest quality and to identify other areas of work that require investment.

The Secretary and Chairperson liaise with educational bodies in Bihar to ensure the school's syllabus and methods of evaluating student progress are in line with other educational establishments in the state.

The key roles performed by each trustee are as follows:

Salim Farooqui - Corresponding with banks and donors. Liaison with regulatory institutions and all external stakeholders, supervision of yearly progress

Sarwar Quamer - Bookkeeping and administrative duties

Shahida Sheikh - Advisor

Meher Baig - Advisor

## **REFERENCE AND ADMINISTRATIVE DETAILS**

### **Registered Company number**

06048050 (England and Wales)

### **Registered Charity number**

1136926

Surti Orphanage Limited

Report of the Trustees  
for the Year Ended 31 January 2021

**Registered office**

Rockware Business Centre  
Office 13, 5 Rockware Avenue  
Greenford  
Middlesex  
UB6 0AA

**Trustees**

Ms M Beg Director  
S Farooqui Director  
Ms S Quamer Director  
Ms S Sheikh Director

**Company Secretary**

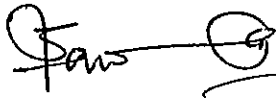
S Farooqui

**Independent Examiner**

Three Leaves LTD  
Chartered Certified Accountants  
Rockware Business Centre  
Office 16  
5 Rockware Avenue  
Greenford  
Middlesex  
UB6 0AA

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 19 October 2021 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'S Farooqui', followed by a circular stamp or seal.

S Farooqui - Trustee

Independent Examiner's Report to the Trustees of  
Surti Orphanage Limited

**Independent examiner's report to the trustees of Surti Orphanage Limited ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 January 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**

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.



Muhammad Usman  
Three Leaves LTD  
Chartered Certified Accountants  
Rockware Business Centre  
Office 16  
5 Rockware Avenue  
Greenford  
Middlesex  
UB6 0AA

20 October 2021

Surti Orphanage Limited

Statement of Financial Activities  
for the Year Ended 31 January 2021

	Notes	Unrestricted fund £	Restricted funds £	31.1.21 Total funds £	31.1.20 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	-	27,610	27,610	29,493
Investment income	3	-	6	6	9
<b>Total</b>		-	27,616	27,616	29,502
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	4				
Charitable activities		-	21,919	21,919	35,516
Other		-	1,200	1,200	-
<b>Total</b>		-	23,119	23,119	35,516
<b>NET INCOME/(EXPENDITURE)</b>		-	4,497	4,497	(6,014)
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		-	159,439	159,439	165,453
<b>TOTAL FUNDS CARRIED FORWARD</b>		-	163,936	163,936	159,439

The notes form part of these financial statements

Surti Orphanage Limited

Balance Sheet  
31 January 2021

	Notes	31.1.21 £	31.1.20 £
<b>FIXED ASSETS</b>			
Tangible assets	8	44,373	44,000
<b>CURRENT ASSETS</b>			
Cash at bank		120,763	116,639
<b>CREDITORS</b>			
Amounts falling due within one year	9	(1,200)	(1,200)
<b>NET CURRENT ASSETS</b>		<u>119,563</u>	<u>115,439</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		163,936	159,439
<b>NET ASSETS</b>		<u>163,936</u>	<u>159,439</u>
<b>FUNDS</b>	11		
Restricted funds:			
Madrasa project		101,969	97,478
Hostel & Office project		<u>61,967</u>	<u>61,961</u>
		163,936	159,439
<b>TOTAL FUNDS</b>		<u>163,936</u>	<u>159,439</u>

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

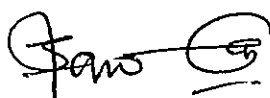
The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2021 in accordance with Section 476 of the Companies Act 2006.

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 19 October 2021 and were signed on its behalf by:



S Farooqui - Trustee

The notes form part of these financial statements



## **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 2015)', 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.

These financial statements for the year ended 31 January 2017 are the first financial statements that comply with FRS 102 (effective 1 January 2015). The date of transition is 1 February 2015.

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 (effective 1 January 2015) and have not impacted on funds or SOFA.

The following accounting policies have been applied consistently through out the year:

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A.

### **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**

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Long leasehold land - Not provided  
Computer equipment - 33.33% on cost

The asset's residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

### **Taxation**

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

Notes to the Financial Statements - continued  
for the Year Ended 31 January 2021

**1. ACCOUNTING POLICIES - continued**

**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.

**Cash at bank and in hand**

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in life.

**Creditors**

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

**Financial instruments**

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**2. DONATIONS AND LEGACIES**

	31.1.21	31.1.20
	£	£
Donations	27,610	27,535
Gift aid	-	1,958
	<u>27,610</u>	<u>29,493</u>

**3. INVESTMENT INCOME**

	31.1.21	31.1.20
	£	£
Deposit account interest	6	9
	<u>6</u>	<u>9</u>

**4. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £
Charitable activities	21,919
	<u>21,919</u>

**5. SUPPORT COSTS**

	Governance costs £
Other resources expended	1,200
	<u>1,200</u>

**6. NET INCOME/(EXPENDITURE)**

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

	31.1.21	31.1.20
	£	£
Depreciation - owned assets	186	-
	<u>186</u>	<u>-</u>

**7. TRUSTEES' REMUNERATION AND BENEFITS**

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

**Trustees' expenses**

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

**8. TANGIBLE FIXED ASSETS**

	Long leasehold £	Computer equipment £	Totals £
<b>COST</b>			
At 1 February 2020	44,000	-	44,000
Additions	-	559	559
	<u>44,000</u>	<u>559</u>	<u>44,559</u>
At 31 January 2021	44,000	559	44,559
	<u>44,000</u>	<u>559</u>	<u>44,559</u>
<b>DEPRECIATION</b>			
Charge for year	-	186	186
	<u>-</u>	<u>186</u>	<u>186</u>
<b>NET BOOK VALUE</b>			
At 31 January 2021	44,000	373	44,373
	<u>44,000</u>	<u>373</u>	<u>44,373</u>
At 31 January 2020	44,000	-	44,000
	<u>44,000</u>	<u>-</u>	<u>44,000</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 January 2021

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.1.21	31.1.20
	£	£
Accruals and deferred income	1,200	1,200

**10. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Unrestricted fund	Restricted funds	31.1.21 Total funds	31.1.20 Total funds
	£	£	£	£
Fixed assets	-	44,373	44,373	44,000
Current assets	-	120,763	120,763	116,639
Current liabilities	-	(1,200)	(1,200)	(1,200)
	-	163,936	163,936	159,439

**11. MOVEMENT IN FUNDS**

	At 1.2.20	Net movement in funds	At 31.1.21
	£	£	£
<b>Restricted funds</b>			
Madrassa project			
	97,478	4,491	101,969
Hostel & Office project	61,961	6	61,967
	159,439	4,497	163,936
<b>TOTAL FUNDS</b>	159,439	4,497	163,936

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Restricted funds</b>			
Madrassa project			
	24,878	(20,387)	4,491
Hostel & Office project	6	-	6
Qurbani project	2,732	(2,732)	-
	27,616	(23,119)	4,497
<b>TOTAL FUNDS</b>	27,616	(23,119)	4,497

Notes to the Financial Statements - continued  
for the Year Ended 31 January 2021

**11. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.2.19 £	Net movement in funds £	At 31.1.20 £
<b>Restricted funds</b>			
Madrassa project			
	96,131	1,347	97,478
Hostel & Office project	61,952	9	61,961
Mosque Project	7,370	(7,370)	-
	<u>165,453</u>	<u>(6,014)</u>	<u>159,439</u>
<b>TOTAL FUNDS</b>	<u>165,453</u>	<u>(6,014)</u>	<u>159,439</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Restricted funds</b>			
Madrassa project			
	19,925	(18,578)	1,347
Hostel & Office project	9	-	9
Qurbani project	8,797	(8,797)	-
Mosque Project	771	(8,141)	(7,370)
	<u>29,502</u>	<u>(35,516)</u>	<u>(6,014)</u>
<b>TOTAL FUNDS</b>	<u>29,502</u>	<u>(35,516)</u>	<u>(6,014)</u>

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

	At 1.2.19 £	Net movement in funds £	At 31.1.21 £
<b>Restricted funds</b>			
Madrassa project			
	96,131	5,838	101,969
Hostel & Office project	61,952	15	61,967
Mosque Project	7,370	(7,370)	-
	<u>165,453</u>	<u>(1,517)</u>	<u>163,936</u>
<b>TOTAL FUNDS</b>	<u>165,453</u>	<u>(1,517)</u>	<u>163,936</u>

**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 £
<b>Restricted funds</b>			
Madrassa project			
	44,803	(38,965)	5,838
Hostel & Office project	15	-	15
Qurbani project	11,529	(11,529)	-
Mosque Project	771	(8,141)	(7,370)
	<u>57,118</u>	<u>(58,635)</u>	<u>(1,517)</u>
<b>TOTAL FUNDS</b>	<u>57,118</u>	<u>(58,635)</u>	<u>(1,517)</u>

**12. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 January 2021.

**13. LEGAL STATUS OF THE CHARITY**

Surti Orphanage Limited is a company limited by guarantee and accordingly does not have a share capital. Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceased to be a member.

Surti Orphanage Limited

Detailed Statement of Financial Activities  
for the Year Ended 31 January 2021

	31.1.21 £	31.1.20 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	27,610	27,535
Gift aid	-	1,958
	<hr/> 27,610	<hr/> 29,493
<b>Investment income</b>		
Deposit account interest	6	9
	<hr/> 27,616	<hr/> 29,502
<b>Total incoming resources</b>		
	<hr/> 27,616	<hr/> 29,502
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Postage and stationery	-	718
Computer cost	188	149
Project costs - Madrassa	18,813	15,859
Project costs - Mosque	-	8,141
Project costs - Qurbani	2,732	8,797
Sundry	-	60
Computer equipment	186	-
	<hr/> 21,919	<hr/> 33,724
<b>Support costs</b>		
<b>Finance</b>		
Bank charges	-	192
<b>Governance costs</b>		
Accountancy fees	1,200	1,600
	<hr/> 23,119	<hr/> 35,516
<b>Total resources expended</b>		
	<hr/> 23,119	<hr/> 35,516
<b>Net income/(expenditure)</b>	<hr/> 4,497	<hr/> (6,014)