

Registered Charity number
1138949

The Safera Foundation
Trustees' Report and Accounts
31 October 2020

**The Safera Foundation
Charity Information**

Trustees

Mr Fakhruddin T Suterwalla
Mrs Sakina F Suterwalla
Mrs Razia R Chinchawala
Mrs Femida Mosajee
Mr Salim F Suterwalla

Auditors

Ward Divecha Ltd
Chartered Accountants
and Statutory Auditors
29 Welbeck street
London
W1G 8DA

Bankers

Habib Bank AG Zurich
5/7 High Street
Southall
Middlesex
UB1 3HA

Charity address

6 Ingleby Drive
Harrow on the Hill
Middlesex
HA1 3LE

Registered Charity number

1138949

The Safera Foundation

The Report of the Trustees for the year ended 31 October 2020

The trustees present their annual report and accounts for the year ended 31 October 2020. The board of trustees are satisfied with the performance of the charity during the year and the position at 31 October 2020 and consider that the charity is in a strong position to continue its activities during the coming year and that charity's assets are adequate to fulfil its obligations.

The members of the Board of Trustees of the Charity during the year were:-

Mr Fakhruddin T Suterwalla
Mrs Sakina F Suterwalla
Mrs Razia R Chinchawala
Mrs Femida Mosajee
Mr Salim F Suterwalla

Structure, Governance and Management

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity. The decisions are made by trustees who are permanent members of the board.

Risk Policy

The Trustees have examined the major strategic and operational risks which the charity faces and confirm that systems have been established to mitigate these risks. The Trustees review these systems and controls on an ongoing basis.

Charity's main objectives and activities

The objective of the charity continued to be that of making grants and partnering with other deserving charitable organisations and individuals.

The charity has acquired financial instruments through LGT Bank (Singapore) Ltd to generate income to support annual giving programs.

Transactions and Financial position

The receipts and payments accounts are set out on pages 6 to 9. These are prepared in accordance with the guidance and format provided by the Charity Commission for England and Wales.

Covid 19 Uncertainties

During the finalisation of these accounts, the Coronavirus (Covid 19) outbreak has evolved into an unprecedented public health emergency in the UK and around the world, causing disruption to businesses and economic activity. The situation remains dynamic as governments around the globe take unprecedented measures to slow the spread and mitigate the human tragedy.

The Safera Foundation

The Report of the Trustees for the year ended 31 October 2020

Achievement and performance

The pandemic resulted in reduced activity through a large part of the year but the foundation did manage to continue with its main activities in the furtherance of its objectives. Partnerships in focus areas have deepened and multi year programmes have been improved based on previous experiences.

The trustees have given due consideration to their obligations to safeguard the foundation's assets, particularly in light of Covid pandemic related losses. The assessment whilst negative is considered reasonable and sound. There will be no change in operating practices and they are hopeful for substantial recovery of funds within a sensible timeframe.

Relationship with other groups, charities and individuals

The Charity maintains good working relations with other registered Charities.

Statement Of Trustee's Responsibilities

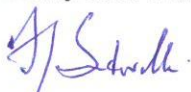
The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and regulations.

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of the resources, including the income and expenditure, of the charity for that period.

- select suitable accounting policies and then apply them consistently;
 - observe the methods and principles in the Charity SORP;
 - make judgements and accounting estimates that are reasonable and prudent;
 - state whether applicable UK 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 also responsible for keeping sufficient accounting records which disclose with reasonable accuracy at any time the financial position of the charity, and enable them to ensure that the financial statements comply with Charities Act 2011 the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 15th April 2021 and signed on its behalf by:



Mr Fakhruddin T Suterwalla
Trustee

INDEPENDENT AUDITOR'S REPORT

To the Members of The Safera Foundation

We have audited the financial statements of The Safera Foundation (the "charity") for the year ended 31 October 2020 which comprise the Statement of Financial Activities, Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have

Respective responsibilities of Trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page four, the trustees are responsible for the preparation of the financial statements which give a true and fair view.

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with regulations made under Section 154 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 October 2020 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the report of the trustees other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT

To the Members of The Safera Foundation

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 3, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at:- <https://www.frc.org.uk/auditorresponsibilities>. This description forms part of our auditor's report.



Dated: 15/04/2021

Ward Divecha Ltd

Chartered Accountants and

Statutory Auditors

29 Welbeck Street London W1G 8DA

The Safera Foundation
Statement of Financial Activities
for the year ended 31 October 2020

Registered charity no. 1138949


	Notes	Unrestricted Funds £	Restricted Funds £	2020 Total Funds £	2019 Total Funds £
INCOMING RESOURCES	5				
Incoming resources from generated funds					
(Loss) /profit on sale of investments		(1,079,911)	-	(1,079,911)	451,889
Investment Income		383,115	-	383,115	215,970
Other income		-	-	-	551
Voluntary gift received		30,000	-	30,000	1,000,000
Total incoming resources		- 666,796	-	- 666,796	1,668,410
RESOURCES EXPENDED	6				
Cost of generating funds					
Exchange Difference		(16,465)	-	(16,465)	29,080
Interest charges		79,621	-	79,621	129,210
Charitable activities					
Donation to other charities		131,764	-	131,764	148,183
Governance cost		23,365	-	23,365	32,095
Total resources expended		218,285	-	218,285	338,568
NET INCOME FOR THE YEAR		(885,081)	-	(885,081)	1,329,842
Other recognised gains and losses					
Fair value movements		(32,754)	-	(32,754)	202,942
Net movement in funds		(917,835)	-	(917,835)	1,532,784
Reconciliation of funds					
Total funds brought forward		3,031,768	-	3,031,768	1,498,984
Total funds carried forward		2,113,933	-	2,113,933	3,031,768


The Safera Foundation
Balance Sheet
as at 31 October 2020

Registered charity no. 1138949

	Notes	Unrestricted funds £	Restricted funds £	2020 Total Funds £	2019 Total Funds £
Fixed assets					
Fixed asset investment	3	6,082,439	-	6,082,439	9,572,327
Current assets					
Accrued income		64,080	-	64,080	53,135
Cash at bank and in hand		89,123	-	89,123	20,145
		<u>153,203</u>	<u>-</u>	<u>153,203</u>	<u>73,280</u>
Creditors: amounts falling due within one year	4	(4,121,699)	-	(4,121,699)	(6,613,829)
Net current assets		<u>(3,968,496)</u>	<u>-</u>	<u>(3,968,496)</u>	<u>(6,540,549)</u>
Total assets less current liabilities		2,113,943	-	2,113,943	3,031,778
Net assets		<u><u>2,113,943</u></u>	<u><u>-</u></u>	<u><u>2,113,943</u></u>	<u><u>3,031,778</u></u>
Funds					
Unrestricted				2,113,943	3,031,778
Restricted				-	-
				<u><u>2,113,943</u></u>	<u><u>3,031,778</u></u>

The financial statements were approved by the Board of Trustees on 15/04/2021 and were signed on its behalf by:


 Fakhruddin T Suterwalla
 Trustee


 Sakina F Suterwalla
 Trustee

The Safera Foundation
Cash Flow Statement
for the year ended 31 October 2020

	Notes	2020 £	2019 £
Cash flows from operating activities:	1		
Cash generated from operations		(1,197,540)	1,217,095
Interest charges		(79,621)	(129,210)
Net cash provided (used in)/provided by operating activities		<u>(1,277,161)</u>	<u>1,087,885</u>
Cash flows from investing activities:			
Purchase of investments		-	(4,037,829)
Sale of investment		3,457,134	-
Interest received		383,115	199,905
Dividend received		-	16,065
Net cash provided by (used in) investing activities		<u>3,840,249</u>	<u>(3,821,859)</u>
Cash flows from financing activities:			
New loans in year		-	2,680,283
Loan repayments in year		(2,494,110)	-
Net cash (used in)/provided by financing activities		<u>(2,494,110)</u>	<u>2,680,283</u>
Change in cash and cash equivalents in the reporting period		68,978	(53,691)
Cash and cash equivalents at the beginning of the reporting period	2	<u>20,145</u>	<u>73,836</u>
Cash and cash equivalents at the end of the reporting period	2	<u>89,123</u>	<u>20,145</u>

The Safera Foundation
Notes to the cash flow statement
for the year ended 31 October 2020

1 RECONCILIATION OF (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net(expenditure)/income for the reporting period (as per the statement of financial activities)	(917,835)	1,532,784
Adjustments for:		
Loss/(gain) on revaluation of investment	32,754	(202,942)
Finance cost	79,621	129,210
Finance income	(383,115)	(215,970)
(Increase)/in other debtor	(10,945)	(25,987)
Increase in other creditor	1,980	-
Net cash (used in)/provided by operating activities	<u>(1,197,540)</u>	<u>1,217,095</u>

2 CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 October 2020

	31.10.20 £	1.11.19 £
Cash and cash equivalents	<u>89,123</u>	<u>20,145</u>

Year ended 31 October 2019

	31.10.19 £	1.11.18 £
Cash and cash equivalents	<u>20,145</u>	<u>73,836</u>

The Safera Foundation
Notes to the Accounts
for the year ended 31 October 2020

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standard, and the requirements of the Statement of Recommended Practice (SORP) (FRS102) and, "Accounting and Reporting by Charities", under the charities Act 2011.

1.1 Incoming Resources

All incoming resources are included on the statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of Financial Activities when receivable.

1.2 Resources expended

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.

1.3 Taxation

The charity is exempt from tax on its charitable activities.

1.4 Investment Income

Coupon interest is included in the SOFA net of collection charges on a receivable basis.

1.5 Fund accounting

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

1.6 Investment property

Investment property is shown at market value as at 31 October 2020. Any aggregate surplus or deficit arising from changes in market value is charged to profit and loss account.

1.7 Foreign Currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction or average exchange rate. Exchange differences are taken into account in arriving at the operating results.

2 Trustees' remuneration and benefits

There were no trustees' remuneration or other benefits for the year ended 31 October 2020 nor for the year ended 31 October 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 October 2020 nor for the year ended 31 October 2019.

The Safera Foundation
Notes to the Accounts
for the year ended 31 October 2020

3 Fixed Asset Investment

	2020	2019
	£	£
Bonds	6,082,300	9,572,327
The value stated above is market value at 31 October 2020		

4 Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank Loan	4,117,739	6,611,849
Accruals	3,960	1,980
	4,121,699	6,613,829

Note: Bank loan is secured against the investments held by the charity.

5 Incoming Resources

	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	2020	2020	2020	2019
	£	£	£	£
Investment Income				
Interest income	383,115	-	383,115	199,905
Dividend income	-	-	-	16,065
Total Investment Income	383,115	-	383,115	215,970
Other income	-	-	-	551
(Loss)/profit on sale of investments	(1,079,911)	-	(1,079,911)	451,889
Voluntary gift received	30,000	-	30,000	1,000,000
Total incoming resources	(666,796)	-	(666,796)	1,668,410

6 Resources expended

	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	2020	2020	2020	2019
	£	£	£	£
Cost of generating funds				
Exchange difference	(16,465)	-	(16,465)	29,080
Interest charges	79,621	-	79,621	129,210
	63,156	-	63,156	158,290
Charitable activities				
Donation to other charities	131,764	-	131,764	148,183
	131,764	-	131,764	148,183
Governance cost				
Bank Charges	8,012	-	8,012	7,118
Auditors' remuneration	1,980	-	1,980	1,980
Broker fee	13,373	-	13,373	22,998
	23,365	-	23,365	32,096