

REGISTERED CHARITY NUMBER: 1154098

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2021
for
GURU NANAK GURDWARA SMETHWICK

GURU NANAK GURDWARA SMETHWICK

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FOR THE YEAR ENDED 31 MARCH 2021

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GURU NANAK GURDWARA SMETHWICK

Report of the Trustees

FOR THE YEAR ENDED 31 MARCH 2021

Guru Nanak Gurdwara Smethwick (GNG Smethwick) is a charity located in Smethwick and primarily serves the community providing both faith and non-faith based services and support to over 10,000 weekly congregation. The Gurdwara, also known as the GNG Smethwick is a religious charity centred on the Sikh faith. All aspects of the GNG Smethwick operations and management are premised on the foundations of Sikh teachings and principles

Guru Nanak Gurdwara Smethwick is a faith led 'not for profit' organisation. It is dedicated to practicing and promoting the Sikh religion in the name of the Sikh Guru's from Sri Guru Nanak Dev Ji the founder of the Sikh Dharam to Sri Guru Gobind Singh Ji (the 10th Sikh Guru) and the Shabad (word or scriptures) of the Guru's, the existing and eternal Sikh Guru, Sri Guru Granth Sahib Ji. The word Dharam is reflective of religion/faith but it also encompasses a Sikh's wider sense of obligation and duty in their way of life and their actions towards others and all of God's creation.

OBJECTIVES AND ACTIVITIES

Objectives and aims

GNG Smethwick's mission is the propagation, practice and advancement of the Sikh Dharam based on teachings of the ten Gurus and Sri Guru Granth Sahib Ji, the eternal Guru and sacred scriptures of the Sikhs. With over 50 years of spiritual development and enrichment from Smethwick in the West Midlands, GNG Smethwick continues steadfast in its endeavours to fuse faith/Dharmic values (which emphasise love, compassion, sacrifice, service, truthfulness, forgiveness) with our secular lives, thus creating peace and anand (sustained happiness) within ourselves, our families, our communities, our environment and our harmoniously interconnected community.

GURU NANAK GURDWARA SMETHWICK

Report of the Trustees

FOR THE YEAR ENDED 31 MARCH 2021

OBJECTIVES AND ACTIVITIES

Significant activities

This accounting period April 2020 to March 2021 coincided with the deepest impact of Covid-19 within which the Gurdwara responded by creating a Business Continuity Plan and setting up a COVID-19 Taskforce made up of key committee members, health professionals and a frontline volunteers. This enabled the Gurdwara to deliver its services to the congregation whilst adapting to the pandemic environment in accordance with govt guidelines. Details of how services continued are highlighted below.

Gurdwara Services

The Gurdwara (Sikh place of worship) on High Street in Smethwick, is the heart and soul of the organisation's activities and aims. It promotes spiritual and physical regeneration through the promotion and propagation of the Sikh Dharam (faith). The Gurdwara was established in 1961 in the town of Smethwick, in the borough of Sandwell, it continues to humbly provide quality voluntary services utilising the monetary and non-monetary contributions or offerings provided by the community.

The main activities for GNG i.e., daily Diwaans (religious services) these promote spiritual well-being and ultimately improve the quality of life for devotees and the wider community, they are provided everyday throughout the day and presided upon by Sri Guru Granth Sahib Ji. The services start at four o'clock every morning and finish at approximately eight o'clock in the evening; during weekends and festival days the services usually continue later into the evening. Langar (Communal Kitchen) - a free vegetarian meal from the Guru's kitchen is provided to any devotee or visitor irrespective of their faith, caste, gender or ethnicity etc. In pre-covid times well over two thousand meals were served here daily, however this was reduced to the year ending 31st March 2021 due to covid-19. The Gurdwara enjoys a 5-star rating by the Food Standards Agency.

The Gurdwara's Information Office takes care of the day-to-day admin of the Gurdwara. The information office also deals with all the day to day queries of the congregation and visitors to the Gurdwara. The Gurdwara complex is under 24 monitored security, for the safety of Gurdwara premises and members of the congregation. The management committee constantly review its security to ensure everyone using the premises is safeguarded.

The GNG Gurnat Academy allows students to learn the Punjabi language, obtain life skills, Santhiya (learning how to read Gurbani) and Kirtan. During the lockdown, children were given the opportunity to join online classes or study from home using the workbooks provided.

The GNG Matrimonial Service is a professional and bespoke introductions service for the Sikh community. This service has now enrolled hundreds of males and females who are looking for a suitable match to marry. A group of dedicated volunteers are managing the service under the guidance of the management committee. They have a stall every Sunday between 11am and 2pm. They hold an introduction event for registered members every quarter. During the COVID period, this service was limited to online seminars only.

The Gurdwara is open to all communities however, as there was a pandemic and lockdown in place the Gurdwara did not host any tours as per guidelines.

Guru Nanak Gurdwara Smethwick works hand in hand with the Smethwick Youth and Community Centre helping provide various essential support services to the wider community of Smethwick and Sandwell. GG

Sri Akhand Paath Sahib Prayers were still held throughout the year to celebrate the births of the Sikh Gurus and the birth of the Khalsa fraternity. There were a total of 48 Anand Karaj, 144 Antim Sanskar (funerals) and approx. 90 persons were initiated as Khalsa through the Amrit Sanchaar (initiation ceremony) all in line with the govt guidelines for faith centres and marriages. The Gurdwara remains one of the most popular venues in the Midlands for the Anand Karaj (Sikh marriage ceremony).

Covid-19 Response

GURU NANAK GURDWARA SMETHWICK

Report of the Trustees

FOR THE YEAR ENDED 31 MARCH 2021

OBJECTIVES AND ACTIVITIES

As a result of the COVID-19 pandemic the Trustees of the charity took the important decision to meet Government requirements and close the Gurdwara. The charity's principles highlight the fundamental importance of the health and well being of all attendees and staff. In order to adhere to this, strict protocols have been followed since the reopening of the Gurdwara. A range of safety measures have been put in place to ensure the protection of all attendees and these are inclusive, but not limited to the following: restricted opening times for attendees, a one-way system with social distancing markings in place, daily monitoring of capacity, restricted access around the premises, a requirement to wear masks by all attendees, additional hygiene facilities and a reduction in allowable capacity on functions, such as weddings.

The 'Community Support Network' (CSN) was started on the onset of lockdown to help members of the community during the coronavirus pandemic providing hot meals, food bank services, grocery shopping and prescription collection. Over 150 hot meals went out daily for those in need, amounting to approx. 54,750 meals in the pandemic year. Loaves of bread, buns, crumpets were sent out as part of the CSN to those in need. Sikhs, non-Sikhs and people of no faith signed up to use the CSN service. Face masks were made by Sevadaars (volunteers) and distributed free of charge to the community.

Support was also provided by weekly support calls to over 100 people in vulnerable or shielding groups alongside distribution of food parcels to NHS and care home staff.

The live broadcasting system was upgraded to allow congregation to enjoy the daily services at the Gurdwara but also allowing them to worship from home during the lockdown. The services are now broadcast on both YouTube and Facebook. We are proud that our viewership is constantly growing with congregation joining us from across the Midlands and beyond.

The second-floor classrooms were used as vaccination centre by Sandwell Council's Public Health Dept. It was noted that the Gurdwara was the community venue with the highest vaccine uptake in Sandwell. The Gurdwara helped push maximum uptake of the vaccine amongst vulnerable communities.

GNG joined up with Black Country Women's Aid to light up in purple to mark domestic violence awareness month during October as part of the 'Go Purple' campaign. This was more than a symbolic gesture, as domestic violence had surged during the covid-19 pandemic.

Continuing Recognition

The Gurdwara continued to respond against the adversity of the pandemic and its impact on families, in the usual high Sikh spirits of Chardi-Kala, not refraining from righteous acts, to enable the congregation and the community of Smethwick to remain resilient and head-strong. This was evident through additional awards that the Gurdwara continued to be recognised for as below.

In 2020 Guru Nanak Gurdwara Smethwick was awarded the Queen's Award for Voluntary Services. The Award is a shining light on all the fantastic work our Sevadaars (volunteers) do. This award is the equivalent to an MBE, QAVS is the highest Award given to local voluntary groups in the UK. This news was covered by local mainstream news. This was for services to the wider community in previous years.

The Gurdwara has won the Green Flag Award for managing and maintaining the Lions of the Great War site for the second time since its inception. The Green Flag Award accreditation - is the international quality mark for parks and green spaces - is testament to the hard work and dedication of the Gurdwara team that care for the green space so that everyone can enjoy it.

Sandwell Public Health issued the Gurdwara with a certificate for its help and support in keeping the community safe during the pandemic.

A Beacon for Smethwick and Sandwell

Undeterred the management committee together with its volunteers, continued to sustain the Gurdwara's presence as a flagship faith centre locally, regionally and nationally.

GURU NANAK GURDWARA SMETHWICK

Report of the Trustees

FOR THE YEAR ENDED 31 MARCH 2021

OBJECTIVES AND ACTIVITIES

The Gurdwara added to its property portfolio by acquiring another property - Unit 5B, Booth Street, Smethwick B66 3AP. This property is to be let out and income from this would be used to further the Gurdwara's objectives.

The restoration of the iconic dome was completed during this period. The golden domes of the Gurdwara gleam majestically over the High Street in Smethwick and are visible from miles away.

Guru Nanak Gurdwara Smethwick lit up in blue to celebrate 72 years of the National Health Service and as a thank you to all NHS staff who worked so hard throughout the pandemic.

In addition to our current social media and to keep the congregation up to date with what is happening at the Gurdwara we have now started a WhatsApp group, allowing them to be notified of upcoming events and programmes.

The 400th Parkash Gurburab (birth anniversary) of Sri Guru Tegh Bahadur Sahib Ji the ninth Sikh Guru, was celebrated on a grand scale at the Gurdwara in a 5 day Sangam. A 25 Singh Sri Akhand Paath Sahib was held in celebration of the auspicious occasion.

Although we were in a pandemic the endeavours of GNG Smethwick this year continued to focus on attempting to re-establish the values that religious faith mobilises for the common good. Particular emphasis was placed on furthering our religion based educational projects.

All this could not however be possible without the blessings of the Almighty Sri Guru Granth Sahib Ji and the continuous support, dedication and commitment of the Sewadaars (volunteers) and the Sadh Sangat (congregation) - may Guru Ji's grace be showered upon us all and may we all express our gratitude with our hearts and souls.

Risk Management

The Managing Committee (Trustees) have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The Management Committee regularly reviews the major risks which are faced by GNG. Risks that are identified are dealt with appropriately including insurance cover being taken where feasible. Management have identified that the misappropriation of charity assets may also be a risk but this has been mitigated by various controls which have therefore minimised this risk. The conclusion was that the system of control in the areas reviewed was adequate in all significant respects for the purpose of the charity to continue in its activities.

Public benefit

Guru Nanak Gurdwara Smethwick carries out a wide range of activities in pursuance of its objectives. The range of activities provide benefit both for those who attend the Gurdwara and the wider community at large. Benefits range from spiritual uplift through initiation and nurturing of Sikh practitioners; capacity building of individuals, families and communities; engaging in community activities; providing support to the elderly and environmental enhancement and heritage conservation around the Gurdwara.

Volunteers

Volunteers at Guru Nanak Gurdwara Smethwick there in estimated 100,000 hours of voluntary service provided by volunteers every year for a range of activities from cooking in the kitchens, to conducting prayer services and helping with administrative duties. Calculated for 30 persons at an average wage of £9.00 per hour for 7 hours per day, this quantifies to £687,960 every year, £13,230 every week and £1,890 every day worth of selfless service/volunteering for the community.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

All new trustees must be baptised in the Sikh religion.

GURU NANAK GURDWARA SMETHWICK

Report of the Trustees

FOR THE YEAR ENDED 31 MARCH 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1154098

Principal address

130 High Street

Smethwick

West Midlands

B66 3AP

Trustees

Mr Tarsem Singh Shoker

Mr Jaswinder Singh

Mr Jatinder Singh

Mr Onkar Singh

Mr Amarjit Singh Mann

Mr Humraaj Singh Shergill

Mr Amandeep Singh Chahal

Mr Jatinder Singh Shergill

Mr Gurnamal Singh Nagra

Mrs Pervinder Kaur

Mr Harvinder Singh Mund

Mr Gurdeep Singh

Mr Sukhwinder Singh

Mr Sarbjit Singh

Mr Balbir Singh Bhajam

Mr Maninder Singh

Mr Jasvir Singh

Mr Kuldeep Singh Deol

Mrs Balbir Kaur Aujla

Mrs Resham Kaur

Auditors

Ark Aurora Ltd - Statutory Auditors

The Maltings

2 Anderson Rd

Bearwood

Birmingham

West Midlands

B66 4AR

COMMENCEMENT OF ACTIVITIES

Guru Nanak Gurdwara Smethwick first opened its doors to the Midlands Sikh Community on 27th July 1961.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

GURU NANAK GURDWARA SMETHWICK

Report of the Trustees
FOR THE YEAR ENDED 31 MARCH 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

Approved by order of the board of trustees on 27 July 2023 and signed on its behalf by:



Mr Jaswinder Singh - Trustee

Opinion

We have audited the financial statements of Guru Nanak Gurdwara Smethwick (the 'charity') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 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; and
- 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 Auditors' 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 other 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 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 trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As auditors, we have planned and performed our procedures and audit testing in a manner designed to identify and assess the risks of material misstatement due to fraud or error.

We gained an understanding of the legal and regulatory framework applicable to the Charity and the sector within which operates, and considered the risk of acts by the Charity that were not in line with the applicable laws and regulations, including fraud.

We understood how the Charity is complying with those laws and regulations by:


- making enquiries of trustees concerning actual and potential litigation and claims. We corroborated our enquiries by obtaining an understanding of trustee's procedures relating to detecting and responding to the risks of fraud and whether they have any knowledge of any actual, suspected or alleged fraud;
- we performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluation of business rationale of material transactions outside the normal course of business;
- we reviewed accounting estimates for any bias; and
- we reviewed in detail any fines, legal and professional expenses incurred along with correspondence with regulatory bodies to evaluate whether there were any instances of non-compliance.

Our audit procedures were designed to respond to risks of material misstatement of the financial statements, recognising that the risk of not detecting a materials misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulation is from the events and transactions reflected in financial statements, the less likely we are to become aware of it.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. 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 formed.



Gurnek S Ark – Senior Statutory Auditor
Ark Aurora Ltd - Statutory Auditors
The Maltings
2 Anderson Rd
Bearwood
Birmingham
West Midlands
B66 4AR

27 July 2023

GURU NANAK GURDWARA SMETHWICK

**Statement of Financial Activities
FOR THE YEAR ENDED 31 MARCH 2021**

		31.3.21	31.3.20
		Unrestricted	Total
		fund	funds
		£	£
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	3	607,803	1,189,622
Investment income	4	21,750	25,826
Total		629,553	1,215,448
 EXPENDITURE ON			
Raising funds	5	2,466	722,461
Charitable activities	6		
Sundry		2,243	118,746
Food/Drink		52,997	129,037
Other		557,370	30,230
Total		615,076	1,000,474
 NET INCOME		14,477	214,974
 RECONCILIATION OF FUNDS			
Total funds brought forward		9,456,071	9,241,097
 TOTAL FUNDS CARRIED FORWARD		9,470,548	9,456,071

The notes form part of these financial statements

GURU NANAK GURDWARA SMETHWICK

Balance Sheet
31 MARCH 2021

		31.3.21 Unrestricted fund £	31.3.20 Total funds £
FIXED ASSETS	Notes		
Tangible assets	11	11,215,365	11,211,582
Investment property	12	350,000	350,000
		<u>11,565,365</u>	<u>11,561,582</u>
CURRENT ASSETS			
Debtors	13	-	39,128
Cash at bank		152,072	88,521
		<u>152,072</u>	<u>127,649</u>
CREDITORS			
Amounts falling due within one year	14	(277,447)	(95,308)
		<u>(277,447)</u>	<u>(95,308)</u>
NET CURRENT ASSETS		<u>(125,375)</u>	<u>32,341</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>11,439,990</u>	<u>11,593,923</u>
CREDITORS			
Amounts falling due after more than one year	15	(1,969,442)	(2,137,852)
		<u>(1,969,442)</u>	<u>(2,137,852)</u>
NET ASSETS		<u>9,470,548</u>	<u>9,456,071</u>
FUNDS	18		
Unrestricted funds:			
General fund		9,470,548	9,456,071
		<u>9,470,548</u>	<u>9,456,071</u>
TOTAL FUNDS		<u>9,470,548</u>	<u>9,456,071</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 27 July 2023 and were signed on its behalf by:



Mr Jatinder Singh - Trustee

The notes form part of these financial statements

GURU NANAK GURDWARA SMETHWICK

Cash Flow Statement
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	31.3.21 £	31.3.20 £
Cash flows from operating activities			
Cash generated from operations	1	92,853	198,877
Net cash provided by operating activities		92,853	198,877
Cash flows from investing activities			
Purchase of tangible fixed assets		(17,298)	(3,427)
Net cash used in investing activities		(17,298)	(3,427)
Cash flows from financing activities			
Loan repayments in year		(12,004)	(187,198)
Net cash used in financing activities		(12,004)	(187,198)
Change in cash and cash equivalents in the reporting period		63,551	8,252
Cash and cash equivalents at the beginning of the reporting period		88,521	80,269
Cash and cash equivalents at the end of the reporting period		152,072	88,521

The notes form part of these financial statements

GURU NANAK GURDWARA SMETHWICK

**Notes to the Cash Flow Statement
FOR THE YEAR ENDED 31 MARCH 2021**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.21	31.3.20
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	14,477	214,974
Adjustments for:		
Depreciation charges	13,515	14,494
Decrease/(increase) in debtors	39,128	(39,128)
Increase in creditors	25,733	8,537
Net cash provided by operations	<u>92,853</u>	<u>198,877</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.20	Cash flow	At 31.3.21
	£	£	£
Net cash			
Cash at bank	<u>88,521</u>	<u>63,551</u>	<u>152,072</u>
	<u>88,521</u>	<u>63,551</u>	<u>152,072</u>
Debt			
Debts falling due within 1 year	(52,454)	(156,406)	(208,860)
Debts falling due after 1 year	<u>(2,137,852)</u>	<u>168,410</u>	<u>(1,969,442)</u>
	<u>(2,190,306)</u>	<u>12,004</u>	<u>(2,178,302)</u>
Total	<u>(2,101,785)</u>	<u>75,555</u>	<u>(2,026,230)</u>

The notes form part of these financial statements

GURU NANAK GURDWARA SMETHWICK

Notes to the Financial Statements FOR THE YEAR ENDED 31 MARCH 2021

1. LAND & BUILDINGS

All land and building titles are registered in the name of Makhan Singh, Mohan Singh, Davinder Singh and Hazura Singh Nagra (appointed on Sunday 5th November 2017) as Holding Trustees for the beneficiaries, who are the Sadh Sangat (congregation), of Guru Nanak Gurdwara Smethwick.

The trustees hold the premises in trust and shall be used as a place for public worship and religious instruction according to the Sikh religion.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

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.

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Taxation

The charity is exempt from 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.

GURU NANAK GURDWARA SMETHWICK

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 MARCH 2021

3. DONATIONS AND LEGACIES

	31.3.21	31.3.20
	£	£
Donations	588,477	1,170,877
Building Fund	20	18,745
Other Income	19,306	-
	<u>607,803</u>	<u>1,189,622</u>

Grants received, included in the above, are as follows:

	31.3.21	31.3.20
	£	£
Other grants	<u>19,306</u>	<u>-</u>

4. INVESTMENT INCOME

Investment income relates to rent received from the investment properties (122 and 126 High Street Smethwick) which were valued in January 2016 at £350,000.

5. RAISING FUNDS

Raising donations and legacies

	31.3.21	31.3.20
	£	£
Support costs	<u>-</u>	<u>717,174</u>

Other trading activities

	31.3.21	31.3.20
	£	£
Hire of plant and machinery	<u>2,466</u>	<u>5,335</u>

Investment management costs

	31.3.21	31.3.20
	£	£
Support costs	<u>-</u>	<u>(48)</u>
Aggregate amounts	<u>2,466</u>	<u>722,461</u>

GURU NANAK GURDWARA SMETHWICK

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 MARCH 2021

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Sundry	2,243	-	2,243
Food/Drink	39,403	13,594	52,997
	<u>41,646</u>	<u>13,594</u>	<u>55,240</u>

7. SUPPORT COSTS

	Management £	Finance £	Information technology £
Other resources expended	226,142	58,161	117,632
Food/Drink	-	10,030	-
	<u>226,142</u>	<u>68,191</u>	<u>117,632</u>

	Human resources £	Other £	Governance costs £	Totals £
Other resources expended	85,747	6,484	28,619	522,785
Food/Drink	-	3,564	-	13,594
	<u>85,747</u>	<u>10,048</u>	<u>28,619</u>	<u>536,379</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

9. STAFF COSTS

	31.3.21 £	31.3.20 £
Wages and salaries	109,576	101,708
	<u>109,576</u>	<u>101,708</u>

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

	31.3.21	31.3.20
Staff	10	10
	<u>10</u>	<u>10</u>

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

GURU NANAK GURDWARA SMETHWICK

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 MARCH 2021

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	1,189,622
Investment income	25,826
Total	1,215,448
EXPENDITURE ON	
Raising funds	722,461
Charitable activities	
Sundry	118,746
Food/Drink	129,037
Other	30,230
Total	1,000,474
NET INCOME	214,974
RECONCILIATION OF FUNDS	
Total funds brought forward	9,241,097
TOTAL FUNDS CARRIED FORWARD	9,456,071

11. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 April 2020	10,674,800	426,298	292,701	17,466	11,411,265
Additions	-	17,298	-	-	17,298
At 31 March 2021	10,674,800	443,596	292,701	17,466	11,428,563
DEPRECIATION					
At 1 April 2020	-	21,315	163,744	14,624	199,683
Charge for year	-	-	12,652	863	13,515
At 31 March 2021	-	21,315	176,396	15,487	213,198
NET BOOK VALUE					
At 31 March 2021	10,674,800	422,281	116,305	1,979	11,215,365
At 31 March 2020	10,674,800	404,983	128,957	2,842	11,211,582

GURU NANAK GURDWARA SMETHWICK

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 MARCH 2021

12. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2020	
and 31 March 2021	<u>350,000</u>
NET BOOK VALUE	
At 31 March 2021	<u>350,000</u>
At 31 March 2020	<u>350,000</u>

122 and 124 High Street Smethwick were valued at £350,000 in January 2016.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21	31.3.20
	£	£
Prepayments	-	<u>39,128</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21	31.3.20
	£	£
Bank loans and overdrafts (see note 16)	208,860	52,454
Taxation and social security	16,098	10,201
Other creditors	52,489	32,653
	<u>277,447</u>	<u>95,308</u>

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.21	31.3.20
	£	£
Bank loans (see note 16)	<u>1,969,442</u>	<u>2,137,852</u>

16. LOANS

An analysis of the maturity of loans is given below:

	31.3.21	31.3.20
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>208,860</u>	<u>52,454</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>417,720</u>	<u>417,720</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>625,143</u>	<u>625,143</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	926,579	1,094,989

GURU NANAK GURDWARA SMETHWICK

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 MARCH 2021

17. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.21 £	31.3.20 £
Bank loans	<u>2,178,302</u>	<u>2,190,306</u>

Bank loans are secured against the properties.

18. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	9,456,071	14,477	9,470,548
TOTAL FUNDS	<u>9,456,071</u>	<u>14,477</u>	<u>9,470,548</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	629,553	(615,076)	14,477
TOTAL FUNDS	<u>629,553</u>	<u>(615,076)</u>	<u>14,477</u>

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	9,241,097	214,974	9,456,071
TOTAL FUNDS	<u>9,241,097</u>	<u>214,974</u>	<u>9,456,071</u>

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,215,448	(1,000,474)	214,974
TOTAL FUNDS	<u>1,215,448</u>	<u>(1,000,474)</u>	<u>214,974</u>

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

	At 1.4.19 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	9,241,097	229,451	9,470,548
TOTAL FUNDS	<u>9,241,097</u>	<u>229,451</u>	<u>9,470,548</u>

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	1,845,001	(1,615,550)	229,451
TOTAL FUNDS	<u>1,845,001</u>	<u>(1,615,550)</u>	<u>229,451</u>

19. RELATED PARTY DISCLOSURES

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