

REGISTERED CHARITY NUMBER: 1156965

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
30 NOVEMBER 2020
FOR
MIDLAND LANGAR SEVA SOCIETY**

Know Tax Limited
Chartered Accountants
90 New Town Row
Birmingham
West Midlands
B6 4HZ

MIDLAND LANGAR SEVA SOCIETY

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the Year Ended 30 NOVEMBER 2020**

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MIDLAND LANGAR SEVA SOCIETY
REPORT OF THE TRUSTEES
for the Year Ended 30 NOVEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 30 November 2020. 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 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objective of the Charity is to provide relief for the homeless by means of food and humanitarian support. The charity provides relief to persons who are in conditions of need, hardship or distress as a result of local or national disaster, or by reason of their social and economic circumstances.

At present Midland Langar Seva Society are operational in 24 different locations across the UK and 11 locations abroad. Some teams offer daily services whereas some of the teams offer services on a few set days a week depending on volunteers available.

Public benefit

Our activities have been undertaken to further the charity's purposes for the public benefit and the Trustees have had regard to the Charity Commission guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

As the charity is growing, the need for storage space was overcome by KTC Edibles who donated a unit at their site in Darlaston which has now become the charity's operational site.

In addition to the Birmingham New Street feed, Midland Langar Seva Society will also be holding further Christmas meals across the country in other venues, including Leicester (market) and Wolverhampton as well as our usual feeds at various locations.

The Covid-19 pandemic is an issue facing the whole world, and Midland Langar Seva Society ensured continuity wherever possible and ensured feeds throughout the UK were still held whilst adhering to the Government Guidelines.

The GN550 project was one of the largest for Midland Langar Seva Society in the year. Its aim is set out to follow the teachings and emulate the ethos originally brought to us by Guru Nanak Dev Ji 550 years ago. It is to be a multi-purpose new building which will facilitate over 200 residents to include children, adults and the elderly. This is an ongoing project on which Midland Langar Seva Society will look to build upon.

There have been various fundraising events over the year such as a 5-day sleepout, zipwire and the annual charity walk to help with various projects around the world.

FINANCIAL REVIEW

Financial position

The main funding sources for the charity are currently by way of food donations, and general donations.

All donations and legacies received during the year totaled £475,014 (2019: £315,357).

Cash at bank at the year-end increased from £60,516 in 2019 to £109,910 in 2020. This a reasonable balance to ensure sufficient reserves remain in place and additional spend is forecast in the next financial year.

Tangible fixed assets at the year-end are £124,802 (2019: £58,430), and the increase is largely related to the purchase of vehicles used for food distribution and dental plan works.

Net assets as at 30 November 2020 were £237,797 (2019: £119,088).

MIDLAND LANGAR SEVA SOCIETY
REPORT OF THE TRUSTEES
for the Year Ended 30 NOVEMBER 2020

FINANCIAL REVIEW.... Continued

Reserves policy

The Trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should equate to an amount that would enable the charity to continue its current activities for at least two months in the event of a significant drop in funding. This amount has been calculated at a minimum of £50,000.

At the balance sheet date such reserves were £109,910 (2019: £60,516).

FUTURE PLANS

Within the upcoming months, the charity plans to host a special Christmas Dinner for the homeless at Birmingham's New Street Station. This is the first of its kind for the charity and falls in line with the charity's core objective of providing relief for the homeless.

The Charity plans to continue its efforts both nationally and globally, with the strategy being to manage its resources as efficiently and effectively as possible to sustain its charitable activities.

The GN550 project as mentioned earlier, will be one of the main focuses for Midland Langar Seva Society for offering global support.

Farmers support in India is a very hot topic and whilst not involved in the Political area, we commenced raising funds to provide necessities for food, clothing, medical supplies and shelter for those on a peaceful protest.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Charity is controlled by its governing document, a deed of trust and constitutes a Charitable Incorporated Organisation.

The Charity was formed on 8 May 2014 and registered with the Charity Commission (Registration Number 1156965).

Recruitment and appointment of new trustees

The organisation has a robust recruitment system to ensure a broad skill mix is on the Board of Trustees. A skills audit of Trustees is periodically undertaken and in the event of skills being lost due to retirements, every effort is made to recruit new Trustees with the appropriate skills.

New trustees are appointed by the existing Trustees. During their induction they are briefed on their responsibilities and legal obligations under Charity Law and Trust Deed.

Risk Assessment

The Trustees have assessed the major risks to which the Charity is exposed to, those relating to the operations and finances of the Charity and are satisfied that systems are in place to mitigate exposure to those risks. Specifically, the Trustees have identified the need for a safeguarding strategy as follows:

The Trustees have put procedures in place to protect all people connected with the charity, including volunteers. All parties are encouraged to come forward and report any incidents or concerns that they identify. Assurance is given to ensure that all reports are handled sensitively and appropriately.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1156965

MIDLAND LANGAR SEVA SOCIETY

**REPORT OF THE TRUSTEES
for the Year Ended 30 NOVEMBER 2020**

REFERENCE AND ADMINISTRATIVE DETAILS

Principal address

131 Bosty Lane
Walsall
West Midlands
WS9 0JX

Trustees

Mr R S Heer (Chairperson)

Mr A S Lotay

Mr B S Nijjer

Mr B S Heer

Mr P S Bahyia

Mr G Basra

Mr A Singh

- appointed 20/1/2020

- appointed 25/8/2020

- appointed 25/8/2020 and resigned 26/7/2021

Independent examiner

Mr P S Shoker FCCA
Know Tax Limited
Chartered Accountants
90 New Town Row
Birmingham
West Midlands
B6 4HZ

Bankers

Barclays PLC
20-22 Park St
The Bridge
Walsall
West Midlands
WS1 1RN

Approved by order of the board of trustees on 27 August 2021 and signed on its behalf by:



Mr B S Nijjar – Trustee



Mr P S Bahyia - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
MIDLAND LANGAR SEVA SOCIETY**

Independent examiner's report to the trustees of Midland Langar Seva Society

I report to the charity trustees on my examination of the accounts of the Midland Langar Seva Society (the Trust) for the year ended 30 November 2020.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the 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 which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



Mr P S Shoker FCCA
Know Tax Limited
Chartered Accountants
90 New Town Row
Birmingham
West Midlands
B6 4HZ

27 August 2021

MIDLAND LANGAR SEVA SOCIETY

**STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 30 NOVEMBER 2020**

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		325,555	149,460	475,015	315,358
Charitable activities					
Serving communities		-	9,990	9,990	4,995
Total		325,555	159,450	485,005	320,353
EXPENDITURE ON					
Raising funds	2	39,758	-	39,758	30,987
Charitable activities					
Serving communities		-	11,790	11,790	2,094
Food and humanitarian support		246,425	68,323	314,748	299,370
Other		-	-	-	-
Total		286,183	80,113	366,296	332,451
NET INCOME / (EXPENDITURE)		39,372	79,337	118,709	(12,098)
RECONCILIATION OF FUNDS					
Total funds brought forward		112,457	6,631	119,088	131,186
TOTAL FUNDS CARRIED FORWARD		151,829	85,968	237,797	119,088

The notes form part of these financial statements

MIDLAND LANGAR SEVA SOCIETY

**BALANCE SHEET
AT 30 NOVEMBER 2020**

		Unrestricted funds	Restricted funds	2020 Total funds	2019 Total funds
	Notes				
FIXED ASSETS					
Tangible assets	6	64,013	60,789	124,802	58,430
CURRENT ASSETS					
Stocks	7	1,500	-	1,500	1,500
Debtors	8	9,373	-	9,373	4,100
Cash at bank		84,731	25,179	109,910	60,516
		95,604	85,968	120,783	66,116
CREDITORS					
Amounts falling due within one year	9	(7,788)	-	(7,788)	(5,458)
NET CURRENT ASSETS		87,816	85,968	112,995	60,658
TOTAL ASSETS LESS CURRENT LIABILITIES		151,829	85,968	237,797	119,088
NET ASSETS		151,829	85,968	237,797	119,088
FUNDS					
Unrestricted funds	11			151,829	112,457
Restricted funds				85,968	6,631
TOTAL FUNDS				237,797	119,088

The financial statements were approved by the Board of Trustees on 27 August 2021 and were signed on its behalf by:



Mr B S Nijjar – Trustee



Mr P S Bahyia - Trustee

The notes form part of these financial statements

MIDLAND LANGAR SEVA SOCIETY

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 30 NOVEMBER 2020

1. 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 2015)', 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.

The Charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

The financial statements are presented in sterling which is the functional currency of the Charity and rounded to the nearest pound.

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.

Raising funds

Raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities, events and non-charitable trading.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in undertaking activities and projects that further its charitable aims for the benefit of its beneficiaries.

Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include costs linked to its strategic management.

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 equipment	- 33% and 10% on cost
Motor vehicles	- 25% on reducing balance

Stocks

Stock is valued at the lower of the fair value of goods donated and their replacement cost. The fair value of the goods donated is assessed by the trustees when the goods are received. The replacement cost of the goods donated is the economic cost that the charity would incur if it were to replace the donated goods at its own expense.

Taxation

The charity is exempt from tax on its charitable activities.

MIDLAND LANGAR SEVA SOCIETY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 30 NOVEMBER 2020

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.

Donated goods

Donated goods held by the charity for distribution to its beneficiaries are recognised as stock, with the corresponding income recognised within donations and measured at its fair value. When the stocks are distributed, they are recognised as an expense at the carrying amount at the date of distribution.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

2. RAISING FUNDS

Raising donations and legacies

	2020 £	2019 £
Hire of plant and machinery	-	479
Event costs	600	1,930
Support costs	39,158	28,578
	39,758	30,987

3. SUPPORT COSTS

	Management £	Finance £	Other £	Governance costs £	Totals £
Raising donations and legacies	27,035	866	8,538	2,719	39,158
Food and humanitarian support	42,916	-	34,153	2,719	79,788
	69,951	866	42,691	5,438	118,946

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

MIDLAND LANGAR SEVA SOCIETY

**NOTES TO THE FINANCIAL STATEMENTS -
CONTINUED for the Year Ended 30 NOVEMBER 2020**

3. SUPPORT COSTS - continued

	Raising donations and legacies £	Food and humanitarian support £	2020 Total activities £	2019 Total activities £
Wages	6,547	-	6,547	-
Rent	400	1,600	2,000	1,282
Insurance	104	416	520	455
Travel Expenses	65	258	323	1,686
Advertising & Marketing	6,071	-	6,071	5,888
Administrative costs	4,916	4,916	9,832	7,274
Motor expenses	7,127	28,508	35,635	24,305
Uniforms	1,805	7,218	9,023	4,362
Bank charges	488	-	488	462
Virgin bank charges	378	-	378	2,871
Sundries	879	3,518	4,397	3,500
Repairs & Maintenance	539	2,155	2,694	563
Depreciation of tangible fixed assets	7,120	28,480	35,600	19,926
Professional Fees	919	919	1,838	4,200
Accountancy	1,800	1,800	3,600	4,709
	39,158	79,788	118,946	81,483

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 November 2020 nor for the year ended 30 November 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 November 2020 nor for the year ended 30 November 2019.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	315,358	-	315,358
Serving communities	-	4,995	4,995
Total	315,358	4,995	320,353
EXPENDITURE ON			
Raising funds	30,987	-	30,987
Charitable activities			
Food and humanitarian support	299,370	-	299,370
Serving communities		2,094	2,094
Other	-	-	-
Total	330,357	2,094	332,451
NET INCOME/(EXPENDITURE)	(14,999)	2,901	(12,098)

MIDLAND LANGAR SEVA SOCIETY

**NOTES TO THE FINANCIAL STATEMENTS -
CONTINUED for the Year Ended 30 NOVEMBER 2020**

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued			
	Unrestricted fund £	Restricted funds £	Total funds £
Transfers between funds	-	-	-
Net movement in funds	(14,999)	2,901	(12,098)
RECONCILIATION OF FUNDS			
Total funds brought forward	127,456	3,730	131,186
TOTAL FUNDS CARRIED FORWARD	<u>112,457</u>	<u>6,631</u>	<u>119,088</u>
6. TANGIBLE FIXED ASSETS			
	Fixtures and equipment £	Motor vehicles £	Totals £
COST			
At 1 December 2019	1,402	110,695	112,097
Additions	24,208	80,044	104,252
At 30 November 2020	<u>25,610</u>	<u>190,739</u>	<u>216,349</u>
DEPRECIATION			
At 1 December 2019	768	52,899	53,667
Charge for year	3,420	34,460	37,880
At 30 November 2020	<u>4,188</u>	<u>87,359</u>	<u>91,547</u>
NET BOOK VALUE			
At 30 November 2020	<u>21,422</u>	<u>103,380</u>	<u>124,802</u>
At 30 November 2019	<u>634</u>	<u>57,796</u>	<u>58,430</u>
7. STOCKS			
		2020	2019
		£	£
Food stock		<u>1,500</u>	<u>1,500</u>
8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
		2020	2019
		£	£
Prepayments and accrued income		<u>9,373</u>	<u>4,100</u>

MIDLAND LANGAR SEVA SOCIETY

**NOTES TO THE FINANCIAL STATEMENTS -
CONTINUED for the Year Ended 30 NOVEMBER 2020**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Bank loans and overdrafts (see note 10)	-	-
Trade creditors	4,188	58
Accruals and deferred income	3,600	5,400
	<u>7,788</u>	<u>5,458</u>

10. LOANS

The bank overdraft relates to the overdrawn bank balance in respect of the MLSS Serving Communities project only for the prior financial year.

11. MOVEMENT IN FUNDS

	At 1/12/019 £	Net movement in funds £	At 30/11/20 £
Unrestricted funds			
General fund	112,457	39,372	151,829
Restricted funds			
Endowment fund	3,213		3,213
MLSS Serving Communities	3,418	(1,800)	1,618
Food, packaging and support	-	-	-
Vehicle grants	-	81,137	81,137
	<u>6,631</u>	<u>79,337</u>	<u>85,968</u>
TOTAL FUNDS	<u>119,088</u>	<u>118,709</u>	<u>237,797</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	325,555	(286,183)	39,372
Restricted funds			
MLSS Serving Communities	9,990	(11,790)	(1,800)
Endowment fund	-	-	-
Food, packaging and support	39,500	(39,500)	-
Vehicle grants	109,960	(28,823)	81,137
	<u>159,450</u>	<u>(80,113)</u>	<u>79,337</u>
TOTAL FUNDS	<u>485,005</u>	<u>(366,296)</u>	<u>118,709</u>

MIDLAND LANGAR SEVA SOCIETY

**NOTES TO THE FINANCIAL STATEMENTS -
CONTINUED for the Year Ended 30 NOVEMBER 2020**

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/12/18 £	Net movement in funds £	Transfers between funds £	At 30/11/19 £
Unrestricted Funds				
General fund	127,456	(14,999)	-	112,457
Restricted Funds				
Endowment fund	3,730	2,901	-	6,631
TOTAL FUNDS	131,186	(12,098)	-	119,088

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	315,358	(330,357)	(14,999)
TOTAL FUNDS	315,358	(330,357)	(14,999)

The restricted funds relate to the following grants received.

Endowment - Grant in relation to fund a mobile hot food service to the homeless and the ability to eat food whilst protected from inclement weather.

MLSS Serving Communities - Grant provided by Walsall Metropolitan Borough Council through the Black Country European Social Fund for the provision of the Serving Communities project. The project aims to equip eligible current users of the Midland Langar Seva Society service with employability skills such as IT skills which will get them closer to the workplace and break their cycle of dependency. Many of the users have housing issues, chaotic lifestyles and some are ex-offenders.

Food, packaging and support, these were in relation to eight donations made in the year specifically to be spent in relation to food and packaging, with an element of support costs.

Three larger donations were made specifically for motor vehicles in order to deliver the foods to be distributed. Also works on a dental van so that, commencement of dental work can be given to those in need.

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 November 2020.