

Charity Registration No. 1181698

SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021

**SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees	Dr Surendra Kumar Verma Dr Jay Verma Dr Anju Verma Mr Lali Sidhu Mr Sukin Natarajan
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CIO registered charity number	1181698
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Charity correspondance office	Bay Lodge 36 Harefield Road Uxbridge Middlesex UB8 1PH
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Accountants	Ward Williams Bay Lodge 36 Harefield Road Uxbridge UB8 1PH
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**SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
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SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 JANUARY 2021

The trustees present their report and financial statements for the year ended 31 January 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Charities Act 2011 and "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)" (issued in October 2019).

Objectives and activities

The objectives of the Charity, as stated in its governing document, are:

- 1) The relief of sickness and the preservation of health in India and other parts of the world in particular, but not exclusively, by providing or assisting in the provision of medical and healthcare advice and information.
- 2) To advance the education of children and young people who are socially and economically disadvantaged, in particular but not exclusively in India, by making grants to help fund their education at school, college or university.

The Charity has continued to receive donations from Mr S Verma (Trustee) to give it the working capital to start its charitable activities. The trustees will in the coming year be looking to seek donations and funds via other means, by increasing awareness of the Charity and its objectives and undertaking fundraising on behalf of the Charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

The Charity have a strong relationship with a connected Charity located in India (Sita Welfare Trust Chaurasi). This connected Charity helps to ensure that charitable work is undertaken in India inline with the intentions of Sita Welfare Trust.

The Charity has an honorary administrator, Mr Kundan Bhaskaran, who oversees the Charity's activities in India and helps to identify targeted beneficiaries and projects which are inline with the Charity objectives and which the Charity can assist and provide support.

In the previous year the Charity purchased a new computer and printer for the only high school in Baldha. This helped to provide the children with a computer to learn IT and improve their computing knowledge. A future aim is to also provide internet access to the school as well.

Unfortunately due to the Covid-19 global pandemic and restrictions that remained in place for much of the financial year both in the UK and in India, the activities of the Charity have been put on hold. The Charity in 2021 however has looked to recommence activities and has engaged with local community leaders.

**SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021**

Covid-19 pandemic

During 2020/21, the Covid-19 pandemic has impacted the accessibility of the Charity in rural parts of Bihar. Providing PPE (Personal Protective Equipment) for the local voluntary staff will have to be mandatory. Until such time that the Charity has access to an adequate supply of PPE, we have suspended local projects.

In India, the number of people catching coronavirus increased throughout the year, which limited their enthusiasm and ability to work. Furthermore, the government imposed lockdown restrictions which further impacted the Charity's activities.

The Charity is keen to trial video conferencing to deliver healthcare education on the following items:

- Diabetes
- Asthma
- Covid-19

We will therefore target audience in the UK and in India. The Trustees will write up education material for the Charity and this will be delivered over the coming months.

If the pandemic continues for another year, which is most likely, then we will need to adapt our policies and procedures for any volunteer staff engaging in charitable activities in India and the UK. The Charity is currently taking appropriate steps on this area.

Financial review

The Charity had incoming resources for this year of £6,181 (2020: £11,256). The majority of this income was kindly received from Trustee Mr S Verma.

Expenditure in the period totalled £938 (2020: £2,947), none of which related to direct charitable activity in India due to the Covid-19 pandemic (2020: £1,999). As at the period-end the charity had unrestricted funds of £13,552 (2020: £8,309) being carried forward for use in future years.

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure.

This is only the second period of the Charity and therefore activity is being built accordingly. The Covid-19 global pandemic as mentioned above has also caused delays to the Charities plans. The Charity are therefore in its initial years looking to build up its income levels to enable charitable activity to expand when Covid-19 restrictions allow. The Charity is therefore in 2021/22 looking to increase its income streams in order to facilitate this charitable expenditure.

The trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The key risks highlighted by the Trustees affecting the Charity relate to its ability to access funding streams to help sustain charitable objectives.

Collecting donations can be variable and many charities have been hit with reduced funding due to the economic crisis. The Charity has decided that it would be best to look at other non-volatile means, such as developing a sound investment strategy.

As part of this the Trustees have discussed the Charity investing in a Pearl farm in Bihar. This would provide a source of income for the Charity. Research undertaken by the trustees have identified that this trade is popular in many other states in India and can generate substantial revenues. The Charity therefore considers investment in this area as a possible way of ensuring it generates sufficient income to support charitable activities. This will be explored further in the future when the Covid-19 global pandemic outlook hopefully starts to significantly improve.

**SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021**

Future Plans

For the fiscal year 2021-22 and beyond, we will be undertaking the following:

- A) Aim for financial sustenance - In addition to seeking donations, the Charity will also be exploring the prospect of developing a relationship with local farmers in India to invest in a Pearl farm.
- B) Deliver educational talks in the UK and India. This will cover the areas of Diabetes, Asthma and Covid-19.
- C) Set up infrastructure so we can deliver remote clinical consultations in the rural village areas of Choursai and Jatipur in India.
- D) Start a scholarship programme to help underprivileged children.

Structure, governance and management

Sita Welfare Trust was registered as a Charitable Incorporated Organisation on 23 January 2019 and commenced its charitable activities as soon as successfully registered. It is governed by its governing document of the same date.


The trustees who served during the year and up to the date of signature of the financial statements were:

Dr Surendra Kumar Verma
Dr Jay Verma
Dr Anju Verma
Mr Lali Sidhu
Mr Sukin Natarajan

The Charity may, by ordinary resolution, appoint a person who is willing to be a Trustee. The Charity is currently governed by its board of five Trustees, who have met regularly throughout the period to discuss the charity's business affairs. An official annual board meeting was also held on 12th October 2019. At this meeting members/administrators of the Charity were also invited to attend.

The Trustees are not aware of any related parties connected to the Charity. The Charity does have a working relationship with a linked Charity in India called Sita Welfare Trust Chaurasi.

The trustees' report was approved by the Board of Trustees.


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Dr Surendra Kumar Verma
Trustee
Dated: 4.12.2021

**SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
CHARTERED ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION
OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF SITA WELFARE
TRUST FOR THE YEAR ENDED 31 JANUARY 2021**

In order to assist you to fulfil your duties under the Charities Act 2011, we have prepared for your approval the financial statements of Sita Welfare Trust for the year ended 31 January 2021, which comprise the Statement of Financial Activities and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter dated 7 March 2019. Our work has been undertaken solely to prepare for your approval the financial statements of Sita Welfare Trust and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Sita Welfare Trust and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that Sita Welfare Trust has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Sita Welfare Trust. You consider that Sita Welfare Trust is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of Sita Welfare Trust. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Ward Williams

Ward Williams

Chartered Accountants

.....08/12/2021

Bay Lodge
36 Harefield Road
Uxbridge
UB8 1PH

SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2021

	Notes	2021 £	2020 £
<u>Income from:</u>			
Donations and legacies	2	6,181	11,255
Investments	3	-	1
		<hr/>	<hr/>
Total income		6,181	11,256
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	4	938	2,947
		<hr/>	<hr/>
Net income for the year/ Net movement in funds		5,243	8,309
		<hr/>	<hr/>
Fund balances at 1 February 2020		8,309	-
		<hr/>	<hr/>
Fund balances at 31 January 2021		13,552	8,309
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
BALANCE SHEET

AS AT 31 JANUARY 2021

	Notes	2021 £	£	2020 £	£
Current assets					
Cash at bank and in hand		14,032		8,909	
Creditors: amounts falling due within one year	9	(480)		(600)	
Net current assets			13,552		8,309
Income funds					
Unrestricted funds			13,552		8,309
			13,552		8,309

The financial statements were approved by the Trustees on 05/12/2021

S. Verma
 Dr Surendra Kumar Verma
 Trustee

[Signature]
 Dr Jay Verma
 Trustee

**SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2021**

1 Accounting policies

Charity Information

Sita Welfare Trust was registered as a Charitable Incorporated Organisation (CIO) on 23 January 2019. It's Charity number is 1181698.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's [governing document], the Charities Act 2011 and "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)" (issued in October 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

As noted in the Trustees report on pages 1-3, the activities of the Charity have been significantly impacted by the Global Covid-19 pandemic. The Charity does however retain the full support of the Trustees who are hopeful that activities will be increased in the near future.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Incoming resources

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Resources expended

Liabilities are recognised when either a constructive or legal obligation to transfer resources exists.

Expenditure relating to charitable activities includes expenditure directly attributable to the delivery of charitable activities.

Support costs comprise mainly of the administration costs relating to the charity.

Governance costs includes preparation of the statutory accounts, costs of trustee meetings, legal advice given to the trustees and any other costs directly relating to charity governance.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

2 Donations and legacies

	2021	2020
	£	£
Donations and gifts	6,181	11,255

SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

3 Investments

	2021	2020
	£	£
Interest receivable	-	1
	<u>-</u>	<u>1</u>

4 Charitable activities

	2021	2020
	£	£
Project works in India	-	1,425
Assets donated in India	-	574
	<u>-</u>	<u>1,999</u>

Share of support costs (see note 5)	278	168
Share of governance costs (see note 5)	660	780
	<u>938</u>	<u>2,947</u>

Analysis by fund
Unrestricted funds

938	
<u>938</u>	

For the year ended 31 January 2020
Unrestricted funds

2,947
<u>2,947</u>

SITA WELFARE TRUST
(CHARITABLE INCORPORATED ORGANISATION)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2021

5 Support costs

	Support costs	Governance costs	2021	2020	Basis of allocation
	£	£	£	£	
Bank charges	62	-	62	22	Support
Telecommunication costs	101	-	101	90	Support
Computer support and website costs	115	-	115	56	Support
Legal and professional	-	180	180	180	Governance
Accountancy costs	-	480	480	600	Governance
	<u>278</u>	<u>660</u>	<u>938</u>	<u>948</u>	
Analysed between Charitable activities	<u>278</u>	<u>660</u>	<u>938</u>	<u>948</u>	

Governance costs includes payments to the reporting accountants of £660, £480 of which relates to the preparation of these accounts (2020: £780).

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

7 Employees

There were no employees during the year.

8 Financial instruments	2021	2020
	£	£
Carrying amount of financial liabilities		
Measured at amortised cost	<u>480</u>	<u>600</u>

9 Creditors: amounts falling due within one year	2021	2020
	£	£
Accruals and deferred income	<u>480</u>	<u>600</u>

10 Related party transactions

There were no disclosable related party transactions during the year.