

COMPANY REGISTRATION NUMBER: 02530127
CHARITY REGISTRATION NUMBER: 1000219

Bagri Foundation
Company Limited by Guarantee
Financial Statements
31 August 2021

FERGUSON MAIDMENT & CO.
Chartered accountants & statutory auditor
167 Fleet Street
London
EC4A 2EA

Bagri Foundation
Company Limited by Guarantee
Financial Statements
Year ended 31 August 2021

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Bagri Foundation
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report)
Year ended 31 August 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 August 2021.

Reference and administrative details

Registered charity name Bagri Foundation
Charity registration number 1000219
Company registration number 02530127
Principal office and registered office 8th Floor
 167 Fleet Street
 London
 EC4A 2EA
 United Kingdom

The trustees

The Hon. Mr A Bagri
The Lady Bagri
The Hon Mrs. A Bagri
Ms Amisha Bagri
Mrs Aditi Malhotra

Company secretary Mr Jasvinder Singh Kalsi

Auditor Ferguson Maidment & Co.
 Chartered accountants & statutory auditor
 167 Fleet Street
 London
 EC4A 2EA

Bagri Foundation
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 31 August 2021

Structure, governance and management

a). Constitution

The Foundation is registered as a charitable company limited by guarantee and was set up by Memorandum and Articles of Association dated 13 August 1990.

b). Appointment of Trustees

The power of appointing new and additional trustees rests with the existing trustees.

c). Policies adopted for the induction and training trustees

Every Trustee is provided with relevant Charity Commission leaflets and literature. There is no formal induction process but a prospective trustee will be invited to attend a trustees meeting to discuss the nature of the Foundation and the responsibilities of Trustees.

d). Organisational structure and decision making

The Trustees meet regularly to manage the affairs of the Foundation. The day to day management is delegated to the Secretary.

e). Risk Management

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

Objectives and activities

In accordance with the Company's objects as set out in the Memorandum of Association dated 13th August 1990 the company is established to promote charitable purposes and to assist Charitable Institutions at the discretion of the trustees.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Bagri Foundation

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2021

Achievements and performance

The policy is generally to make contributions to charitable causes from income and to retain the corpus for financing one or more major projects. The Foundation has continued with its commitment to contribute to educational institutes both in the UK and the Indian sub-continent. The arts and cultural activities and programmes were expanded through partnerships with various organisations as well as by promoting and hosting cultural events directly. Donations to medical institutes and other organisations continued to be made towards the advancement of health.

Public Benefit

As required by the Charity Commission, the Trustees have had due regard for the requirement that the Charity's aims should be for the public benefit as set out in the objectives and activities.

Financial review

The Foundation had incoming resources of £2,771,885 (2020 - £2,472,589) with resources expended of £1,279,360 (2020 - £1,060,592). The surplus of £1,492,525 (2020 - £1,411,997) was taken to the Accumulated Fund.

It is intended to continue making charitable contributions to individuals and institutions in accordance with the aims and objectives of the Foundation.

As part of the Foundations strategic review during 2014, it acquired in October 2014 a property in Reading, Berkshire providing student accommodation for Reading University and local colleges.

The objective of this acquisition was solely to enhance yields that have suffered from very low interest rates available on bank deposits over recent years. The current yield from the student accommodation property has been around 6% compared to interest rates at less than 1% p.a. on bank deposits.

An adjacent commercial property was acquired in April 2015 with the intention of expanding the student accommodation further in due course, subject to obtaining the necessary planning consents.

Reserves and reserves policy

Reserves are funds freely available for use by the Foundation. The trustees have retained in reserves past accumulated net surpluses in order to continue making charitable donations and financing of the projects undertaken by the Foundation. For investment purposes surplus funds are held on deposit accounts at banks to ensure ready access. As at 31 August 2021 total funds were £16.1m (30 June 2020 - £14.6m).

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Year ended 31 August 2021

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 23 May 2022 and signed on behalf of the board of trustees by:


Mr Jasvinder Singh Kalsi
Charity Secretary

Bagri Foundation
Company Limited by Guarantee
Trustees' Responsibilities Statement
Year ended 31 August 2021

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments 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 responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Bagri Foundation
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Independent Auditor's Report to the Members of Bagri Foundation
Year ended 31 August 2021

Opinion

We have audited the financial statements of Bagri Foundation (the 'charity') for the year ended 31 August 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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 August 2021 and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

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 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.

Bagri Foundation

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Independent Auditor's Report to the Members of Bagri Foundation *(continued)*

Year ended 31 August 2021

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

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Independent Auditor's Report to the Members of Bagri Foundation *(continued)*

Year ended 31 August 2021

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the Charity through discussions with trustees and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Company, including the Companies Act 2006, taxation legislation and data protection, anti-bribery, employment, and health and safety legislation.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the Charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur; by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their

Bagri Foundation

Company Limited by Guarantee

Independent Auditor's Report to the Members of Bagri Foundation *(continued)*

Year ended 31 August 2021

knowledge of actual, suspected and alleged fraud.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- obtaining an understanding of the legal and regulatory framework applicable to the Charity and how the Charity is complying with that framework;
- obtaining an understanding of the charity's policies and procedures and how the entity has complied with these, through discussions and sample testing;
- obtaining an understanding of the charity's risk assessment process, including the risk of fraud; and
- designing our audit procedures to respond to our risk assessment;

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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 auditor's report.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

167 Fleet Street
London
EC4A 2EA

23 May 2022



Vivek Kapoor (Senior Statutory Auditor)
For and on behalf of
Ferguson Maidment & Co.
Chartered accountants & statutory auditor

Bagri Foundation
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 August 2021

| | | Year to 31 Aug 21 | | Period from 1 Jul 19 to 31 Aug 20 |
|---|------|----------------------------|--------------------------|---|
| | Note | Unrestricted funds £ | Total funds £ | Total funds £ |
| Income and endowments | | | | |
| Donations | 5 | 1,458,346 | 1,458,346 | 1,550,059 |
| Investment income | 6 | 1,313,539 | 1,313,539 | 922,530 |
| Total income | | <u>2,771,885</u> | <u>2,771,885</u> | <u>2,472,589</u> |
| Expenditure | | | | |
| Expenditure on raising funds: | | | | |
| Costs of generating income | | 202,929 | 202,929 | 231,567 |
| Expenditure on charitable activities | 7,8 | 1,076,431 | 1,076,431 | 829,025 |
| Total expenditure | | <u>1,279,360</u> | <u>1,279,360</u> | <u>1,060,592</u> |
| Net income and net movement in funds | | <u>1,492,525</u> | <u>1,492,525</u> | <u>1,411,997</u> |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 14,621,950 | 14,621,950 | 13,209,953 |
| Total funds carried forward | | <u>16,114,475</u> | <u>16,114,475</u> | <u>14,621,950</u> |

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 13 to 21 form part of these financial statements.

Bagri Foundation
Company Limited by Guarantee
Statement of Financial Position
31 August 2021

| | Note | 2021 £ | 2020 £ |
|---|------|-------------------|-------------------|
| Fixed assets | | | |
| Investments | 14 | 7,338,530 | 6,646,867 |
| Current assets | | | |
| Debtors | 15 | 18,991 | 19,272 |
| Cash at bank and in hand | | 9,249,167 | 8,011,371 |
| | | <u>9,268,158</u> | <u>8,030,643</u> |
| Creditors: amounts falling due within one year | 17 | <u>492,213</u> | <u>55,560</u> |
| Net current assets | | <u>8,775,945</u> | <u>7,975,083</u> |
| Total assets less current liabilities | | <u>16,114,475</u> | <u>14,621,950</u> |
| Net assets | | <u>16,114,475</u> | <u>14,621,950</u> |
| Funds of the charity | | | |
| Unrestricted funds: | | | |
| Revaluation reserve | | 34,686 | 34,686 |
| Other unrestricted income funds | | 16,079,789 | 14,587,264 |
| Total unrestricted funds | | <u>16,114,475</u> | <u>14,621,950</u> |
| Total charity funds | 20 | <u>16,114,475</u> | <u>14,621,950</u> |

These financial statements were approved by the board of trustees and authorised for issue on 23 May 2022 and are signed on behalf of the board by:



The Hon Mrs. A Bagri
Trustee



Ms Amisha Bagri
Trustee

The notes on pages 13 to 21 form part of these financial statements.

Bagri Foundation
Company Limited by Guarantee
Statement of Cash Flows
Year ended 31 August 2021

| | 2021 £ | 2020 £ |
|---|-------------------------|-------------------------|
| Cash flows from operating activities | | |
| Net income | 1,492,525 | 1,411,997 |
| <i>Adjustments for:</i> | | |
| Government grant income | (3,229) | (43,899) |
| Dividends, interest and rents from investments | (449,787) | (566,956) |
| Other interest receivable and similar income | (863,752) | (355,574) |
| Interest payable and similar charges | — | 9 |
| Accrued expenses/(income) | 34,319 | (39,679) |
| <i>Changes in:</i> | | |
| Trade and other debtors | (1,641) | 3,472 |
| Trade and other creditors | 402,334 | (1,609) |
| Cash generated from operations | <u>610,769</u> | <u>407,761</u> |
| Interest paid | — | (9) |
| Interest received | 865,674 | 368,791 |
| Net cash from operating activities | <u>1,476,443</u> | <u>776,543</u> |
| Cash flows from investing activities | | |
| Dividends, interest and rents from investments | 449,787 | 566,956 |
| Purchases of other investments | (691,663) | (26,400) |
| Net cash (used in)/from investing activities | <u>(241,876)</u> | <u>540,556</u> |
| Cash flows from financing activities | | |
| Government grant income | 3,229 | 43,899 |
| Net cash from financing activities | <u>3,229</u> | <u>43,899</u> |
| Net increase in cash and cash equivalents | 1,237,796 | 1,360,998 |
| Cash and cash equivalents at beginning of year | 8,011,371 | 6,650,373 |
| Cash and cash equivalents at end of year | <u>9,249,167</u> | <u>8,011,371</u> |

The notes on pages 13 to 21 form part of these financial statements.

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 August 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 8th Floor, 167 Fleet Street, London, EC4A 2EA, United Kingdom.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The Trustees have considered the potential impact of Covid-19, which the World Health Organisation declared as a global pandemic on 11 March 2020 and resulted in severe restrictions introduced in the UK on 23 March 2020. The coronavirus pandemic has significantly disrupted individuals' personal lives and businesses' economic prospects in the UK and across the world. Given the Foundation's significant reserves and donations from related entities, the Trustees do not consider that any material uncertainty exists about the its future prospects and have therefore continued to prepare the accounts on a going concern basis and deem this appropriate.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2021

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the objectives of the Foundation.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- rental income is recognised in the period on an accruals basis.

- interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

Property costs include expenditure on the maintenance and running costs relating to the investment properties.

Support costs include general administration and management.

Governance costs include compliance with constitutional and statutory requirements.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2021

3. Accounting policies *(continued)*

Investment property *(continued)*

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 August 2021

3. Accounting policies (continued)

Defined contribution plans (continued)

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The company is constituted as a company limited by guarantee. In the event of the charity being wound up members are required to contribute an amount not exceeding £1.

5. Donations

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|-------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Donations | | | | |
| Donations received | 1,455,117 | 1,455,117 | 1,506,160 | 1,506,160 |
| Grants | | | | |
| Government grant income | 3,229 | 3,229 | 43,899 | 43,899 |
| | <u>1,458,346</u> | <u>1,458,346</u> | <u>1,550,059</u> | <u>1,550,059</u> |

6. Investment income

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|--------------------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Income from UK investment properties | 449,787 | 449,787 | 566,956 | 566,956 |
| Bank interest receivable | 863,752 | 863,752 | 355,574 | 355,574 |
| | <u>1,313,539</u> | <u>1,313,539</u> | <u>922,530</u> | <u>922,530</u> |

7. Expenditure on charitable activities by fund type

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|---------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Charitable grants awarded | 858,803 | 858,803 | 521,887 | 521,887 |
| Support costs | 217,628 | 217,628 | 307,138 | 307,138 |
| | <u>1,076,431</u> | <u>1,076,431</u> | <u>829,025</u> | <u>829,025</u> |

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 August 2021

8. Expenditure on charitable activities by activity type

| | Grant funding of activities £ | Support costs £ | Total funds 2021 £ | Total fund 2020 £ |
|---------------------------|-------------------------------------|-----------------------|--------------------------|-------------------------|
| Charitable grants awarded | 858,803 | 211,628 | 1,070,431 | 821,577 |
| Governance costs | — | 6,000 | 6,000 | 7,448 |
| | <u>858,803</u> | <u>217,628</u> | <u>1,076,431</u> | <u>829,025</u> |

9. Analysis of support costs

| | Analysis of support costs £ | Total 2021 £ | Total 2020 £ |
|----------------------------------|-----------------------------------|-----------------------|-----------------|
| Staff costs | 89,279 | 89,279 | 184,989 |
| Communications and IT | 7,837 | 7,837 | 5,010 |
| General office | 3,035 | 3,035 | 23,521 |
| Governance costs | 6,000 | 6,000 | 7,450 |
| Advertising and marketing | 27,619 | 27,619 | 18,265 |
| Loss/ (Gain) on foreign exchange | 83,858 | 83,858 | 67,903 |
| | <u>217,628</u> | <u>217,628</u> | <u>307,138</u> |

10. Analysis of grants

| | Year to 31 Aug 21 £ | Period from 1 Jul 19 to 31 Aug 20 £ |
|-------------------------------|---------------------------|--|
| Grants to institutions | | |
| Culture | 307,355 | 359,075 |
| Education | 501,500 | 127,000 |
| Health | 35,500 | 25,974 |
| | <u>844,355</u> | <u>512,049</u> |
| Grants to individuals | | |
| Culture | 14,448 | 9,838 |
| Total grants | <u>858,803</u> | <u>521,887</u> |

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2021

11. Auditors remuneration

| | Year to 31 Aug 21 | Period from 1 Jul 19 to 31 Aug 20 |
|--|------------------------------|--|
| | £ | £ |
| Fees payable for the audit of the financial statements | 6,000 | 7,450 |

12. Staff costs

The average head count of employees during the year was 5 (2020: 6). The average number of full-time equivalent employees during the year is analysed as follows:

| | 2021 | 2020 |
|--------------------------------|-------------|-------------|
| | No. | No. |
| Number of administrative staff | 5 | 6 |

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

13. Trustee remuneration and expenses

During the year, no remuneration or other benefits from employment with the charity or a related entity were received by the trustees (2020: £Nil). No members of the Board of Trustees received reimbursement of expenses (2020: £Nil).

14. Investments

| | Investment properties £ |
|---|--|
| Cost or valuation | |
| At 1 September 2020 | 6,646,867 |
| Additions | 691,663 |
| At 31 August 2021 | 7,338,530 |
| Impairment | |
| At 1 September 2020 and 31 August 2021 | |
| Carrying amount | |
| At 31 August 2021 | 7,338,530 |
| At 31 August 2020 | 6,646,867 |

All investments shown above are held at valuation.

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2021

14. Investments *(continued)*

Investment properties

The investment properties are valued on an open market basis as at 31 August 2021 by the directors. The properties were valued using the rental/yield method.

The key assumptions made in the valuation of properties are the future net rental income stream and an appropriate yield. There was no external independent valuation carried out for the properties.

Accordingly, in the directors' opinion, the carrying values of the properties as at 31 August 2021 are not significantly different from the open market fair value of those properties as of that date.

15. Debtors

| | 2021 | 2020 |
|--------------------------------|---------------|---------------|
| | £ | £ |
| Trade debtors | 1,979 | — |
| Prepayments and accrued income | 16,624 | 18,546 |
| Other debtors | 388 | 726 |
| | <u>18,991</u> | <u>19,272</u> |

16. Cash at bank and in hand

| | 31 Aug 21 | 31 Aug 20 |
|-----------------------|------------------|------------------|
| | £ | £ |
| Bank deposit accounts | 8,033,853 | 7,796,259 |
| Bank current account | 1,215,148 | 214,946 |
| Cash in hand | 166 | 166 |
| Total | <u>9,249,167</u> | <u>8,011,371</u> |

17. Creditors: amounts falling due within one year

| | 2021 | 2020 |
|---------------------------------|----------------|---------------|
| | £ | £ |
| Trade creditors | 408,940 | 14,296 |
| Accruals and deferred income | 65,967 | 31,648 |
| Social security and other taxes | 3,305 | 4,104 |
| Other creditors | 14,001 | 5,512 |
| | <u>492,213</u> | <u>55,560</u> |

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2021

17. Creditors: amounts falling due within one year *(continued)*

Deferred Income

| | 2021 | 2020 |
|---------------------------------------|--------------|----------|
| | £ | £ |
| As at 1st July 2020 | – | 61,709 |
| Amount released to incoming resources | – | (61,709) |
| Amount deferred in the year | 2,010 | – |
| As at 31st August 2021 | 2,010 | – |

Deferred income relates to rental income attributable to future accounting periods.

18. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £3,875 (2020: £5,057).

19. Government grants

The amounts recognised in the financial statements for government grants are as follows:

| | 2021 | 2020 |
|---|--------------|---------------|
| | £ | £ |
| Recognised in income from donations and legacies: | | |
| Government grants income | 3,229 | 43,899 |

20. Analysis of charitable funds

Unrestricted funds

| | At 1 September 2020 | Income | Expenditure | At 31 August 2021 |
|---------------------|---------------------------|------------------|--------------------|--------------------------|
| | £ | £ | £ | £ |
| General funds | 14,587,264 | 2,771,885 | (1,279,360) | 16,079,789 |
| Revaluation reserve | 34,686 | – | – | 34,686 |
| | <u>14,621,950</u> | <u>2,771,885</u> | <u>(1,279,360)</u> | <u>16,114,475</u> |

| | At 1 July 2019 | Income | Expenditure | At 31 August 2020 |
|---------------------|-------------------|------------------|--------------------|----------------------|
| | £ | £ | £ | £ |
| General funds | 13,175,267 | 2,472,589 | (1,060,592) | 14,587,264 |
| Revaluation reserve | 34,686 | – | – | 34,686 |
| | <u>13,209,953</u> | <u>2,472,589</u> | <u>(1,060,592)</u> | <u>14,621,950</u> |

Bagri Foundation
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2021

21. Analysis of net assets between funds

| | Unrestricted Funds £ | Total Funds 2021 £ |
|----------------------------|----------------------------|--------------------------|
| Investments | 7,338,530 | 7,338,530 |
| Current assets | 9,268,158 | 9,268,158 |
| Creditors less than 1 year | (492,213) | (492,213) |
| Net assets | <u>16,114,475</u> | <u>16,114,475</u> |
| | | |
| | Unrestricted Funds £ | Total Funds 2020 £ |
| Investments | 6,646,867 | 6,646,867 |
| Current assets | 8,030,642 | 8,030,642 |
| Creditors less than 1 year | (55,559) | (55,559) |
| Net assets | <u>14,621,950</u> | <u>14,621,950</u> |

22. Analysis of changes in net debt

| | At 1 Sep 2020 £ | Cash flows £ | At 31 Aug 2021 £ |
|--------------------------|-----------------------|------------------|-------------------------|
| Cash at bank and in hand | <u>8,011,371</u> | <u>1,237,796</u> | <u>9,249,167</u> |

23. Related parties

During the year, the charity received a donation of £1,455,117 (2020: £1,506,160) from Metdist Limited, a company registered in England and Wales.