

REGISTERED COMPANY NUMBER: 06752627 (England and Wales)  
REGISTERED CHARITY NUMBER: 1131386

**Report of the Trustees and**  
**Audited Financial Statements for the Year Ended 31 March 2021**  
**for**  
**The Jain Network Limited**  
**(A Company Limited by Guarantee)**

Prestons and Jacksons Partnership LLP  
364-368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

**The Jain Network Limited**

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**for the Year Ended 31 March 2021**

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**The Jain Network Limited (Registered number: 06752627)**

**Report of the Trustees**  
**for the Year Ended 31 March 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. 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 2019).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The principal activity of the company in the year under review was that of operating as a registered charity in the UK, in furtherance of its objectives to advance the Jain religion for the benefit of Jain communities in the UK and abroad; and for the benefit of the wider public and mankind in general, by providing education and recreational facilities, relief of poverty and improvement of health and conditions of life.

**Significant activities**

The charity has currently embarked on a project to build a community centre encompassing a Jain temple at the site of the existing freehold property owned by the company in Colindale, North West London, which in the trustees' opinion is valued at not less than £4m. Phase one of the project costing approximately £3.5m, under construction and development at the balance sheet date has been completed in December 2021.

Since January 2022 phase 2 of the building contract with a similar costing of £3.5m is under construction and expected to be completed by February 2023. The project is being funded by a combination of loans and gifts from individuals and charitable trusts.

The building project entailed a move to alternative premises nearby for conducting the day to day affairs of the charity comprising of cultural, health, religious and sports activities.

**Public benefit**

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and consider that its activities are being conducted for public benefit.

**STRATEGIC REPORT**

**Achievement and performance**

**Charitable activities**

The charity's premises are open 7 days a week for the conduct of religious, cultural, educational, health awareness and well-being functions, seminars and activities for members and the wider public.

**Fundraising activities**

With the building project in hand, several functions are held to enable fund raising and awareness of the project and funding requirements, by way of gifts, legacies, interest-free loans. The trustees also visit well-wishers overseas for these purposes.

**Report of the Trustees**  
**for the Year Ended 31 March 2021**

**STRATEGIC REPORT**

**Financial review**

**Financial position**

**General**

In the period under review incoming resources amounted to £325,378 (2020 - £498,057). The directors have pursued their main activity of furthering the objects of the charity by resolving to build a community centre in North West London encompassing a Jain temple, for the benefit of local communities and for the wider public, based on Jain values and the site acquired for this purpose is under development.

**Reserves policy**

To achieve its objectives, the charity has elected to expend minimum incoming resources on expenditure on running expenses, to enable retention for the building project in hand. Total funds amounted to £2,910,348 (2020 -£2,682,309) of which £2,860,466 are restricted (2020 - £2,606,045).The trustees aim to keep £20,000 in reserve to meet general fund expenditure with a further £30,000 for restricted fund , activities including the building project in hand.

**Investment Powers**

In accordance with the charity's Memorandum of Association the Trustees of the charity have the power to invest in such investments, securities, or property as they see fit.

**Investment policy**

Funds are invested in accordance with the donor's wishes. In the absence of a specific request, donations received by the charity are placed on bank deposit until distribution in accordance with the objects of the charity.

**Principal funding sources**

To date, the principal funding source has been the Dr N K Shah Trust (a registered charity in the UK) which is a related party and whose founder, Dr N K Shah, was a trustee of both charities until his demise on 6 March 2022. The trustees hope the trust will continue to support the charity in its future endeavours and the other trustees of the Trust have been appointed as trustees to the charity during the period since 9 January 2022.

**Going concern**

Following the demise of the chairman on 6 March 2022, his executors have confirmed that, according to his wishes, the existing loan of £1,550,000 from his family trust is to be converted to a gift towards the building project in hand; and that a further sum will be made available to the charity so that the building project's expected completion in the year to 31 March 2024 is not hindered due to any lack of funds.

Accordingly the trustees are confident that the charity will be able to function at least for the next 12 months.

**Principal risks and uncertainties**

The building project in hand lends itself to certain risks and uncertainties, in terms of timing of the works, Covid risks, funding constraints and general economic risks such as inflation.

The trustees hope to deliver the project in the summer of 2023, when significant funds are hoped to be raised following the building's opening ceremonies at that time.

**Financial and risk management objectives and policies**

Having assessed the major risks to which the charity is exposed, in particular those relating to its activities, project management and its finances, the trustees believe that by monitoring reserve levels, by ensuring that controls exist over key financial systems, and by examining the operational and business risks faced by the charity, they have established effective systems to mitigate those risks.

**Report of the Trustees**  
**for the Year Ended 31 March 2021**

**STRATEGIC REPORT**

**Future plans**

The current focus of the charity is on completion of the building project and at the same time to continue its regular charitable activities.

In the longer term, the completed community and temple building is expected to serve the requirements of its members and the wider public, as laid out in the objectives of the company.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The Company is a registered charitable organisation, registered with the Charity Commission on 27 August 2009 under the Charities Act 2011. It was incorporated on 18 November 2008 under a Memorandum and Articles of Association, as revised on 24.03.2019, which lays out its objects, powers and governance and as such, constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**Recruitment and appointment of new trustees**

There has been an average of 10 trustees throughout the period. Any new appointments are at the recommendation of the board.

As a major donator and partner, Dr N K Shah Trust (a registered charity) reserves the right to appoint a trustee to the board, as President, currently being Dr S Shah.

**Induction and training of new trustees**

All new trustees are given, in the view of the board, sufficient training and have enough knowledge of their specific field to understand the nature of the charity and fully comply with the charity's current view of its progression. They are required to participate in an orientation day to ensure they are aware of both their legal and professional responsibilities under charity and company law.

Frequent reviews are carried out by experienced staff members to ensure that they are all sufficiently managing their duties and attend internal and external training sessions where appropriate.

**Related parties**

1) Dr N K Shah (Deceased 06.03.2022), Dr S Shah, Dr A M Shah and L Shah are also trustees of Dr N K Shah Trust (a registered charity in the UK), which has made significant gifts and loans to this charity. As at 31 March 2021 the Trust had made unsecured advances to the charity of £1,550,000 (2020-£NIL) and made a gift pledge of £175,000 (2020-£175,000), shown as debtors.

2) Mr A Mehta, a trustee, having given an interest-free loan of £50,000 in prior years has donated this amount to the charity's building fund in the current year. Other amounts not exceeding £25,000 have been donated by other trustees during the year.

3) The charitable company set up a wholly owned company called Jain Centre Jinalay (Temple Project) Ltd. Dr N K Shah (Deceased 06.03.2022), Mr D U Shah and Mr A Mehta, directors of The Jain Network Ltd are also directors of Jain Centre Jinalay (Temple Project) Ltd, which provides other business support service activities and activities of religious organisations.

4) As at Balance Sheet date, Jain Centre Jinalay (Temple Project) Ltd owed £19,438 (2020: £17,444) to The Jain Network Ltd.

5) During the year, the charity gave a grant of £16,950 (2020: NIL) to another charity institution known as Ahimsa for Quality of Life of which two members of the Board were also trustees. They were late Dr N K Shah (who sadly passed away on 6th March 2022) and Mr D U Shah. The grants were made on an arms length basis for charitable purposes.

**The Jain Network Limited (Registered number: 06752627)**

**Report of the Trustees**  
**for the Year Ended 31 March 2021**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Risk management**

The 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.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

06752627 (England and Wales)

**Registered Charity number**

1131386

**Registered office**

20, James Close  
Woodlands  
London  
NW11 9QX

**Trustees**

N K Shah MBE (deceased 6.3.22)

A Shah

B Mehta

D U Shah FCA

V Mithani

P Shah (resigned 17.7.20)

V Sheth

A Mehta

A Chopada (appointed 20.7.20)

P Meisheri (appointed 20.7.20)

S Ranka (appointed 20.7.20)

B K Holden (appointed 1.8.21)

A M Shah (appointed 9.1.22)

L A Shah (appointed 8.3.22)

S N Shah (appointed 9.1.22)

A Shah (resigned as company secretary on 25.9.20)

**Auditors**

ICAEW

Prestons and Jacksons Partnership LLP

364-368 Cranbrook Road

Ilford

Essex

IG2 6HY

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of The Jain Network Limited for the purposes of company law) 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).

**Report of the Trustees**  
**for the Year Ended 31 March 2021**

**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Prestons and Jacksons Partnership LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 29 June 2022 and signed on the board's behalf by:



D U Shah FCA - Trustee/Director

**Report of the Independent Auditors to the Members of**  
**The Jain Network Limited**

**Opinion**

We have audited the financial statements of The Jain Network Limited (the 'charitable company') 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 charitable company's affairs as at 31 March 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; and
- 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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.

**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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.



**Report of the Independent Auditors to the Members of**  
**The Jain Network Limited**

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where 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.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

We obtained an understanding of the legal and regulatory framework applicable to the entity and how the entity is complying with that framework by discussing with management and checking compliance with regulators.

**Use of our report**

This report is made solely to the charitable company'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 charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Anwer Patel BA(Hons), BFP, FCA (Senior Statutory Auditor)  
for and on behalf of Prestons and Jacksons Partnership LLP  
364-368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

Date: 29/06/2022

**The Jain Network Limited**

**Statement of Financial Activities**  
**(Incorporating an Income and Expenditure Account)**  
**for the Year Ended 31 March 2021**

	Notes	Unrestricted fund £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	35,068	289,757	324,825	494,441
Investment income	3	-	553	553	3,616
<b>Total</b>		<b>35,068</b>	<b>290,310</b>	<b>325,378</b>	<b>498,057</b>
<b>EXPENDITURE ON</b>					
<b>Raising funds</b>					
Raising donations and legacies	4	576	1,786	2,362	13,654
		576	1,786	2,362	13,654
<b>Charitable activities</b>					
Event management	5	19,071	12,437	31,508	46,453
Welfare		-	31,666	31,666	2,436
Other		31,533	-	31,533	12,664
<b>Total</b>		<b>51,180</b>	<b>45,889</b>	<b>97,069</b>	<b>75,207</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>(16,112)</b>	<b>244,421</b>	<b>228,309</b>	<b>422,850</b>
<b>Transfers between funds</b>	18	<b>(10,000)</b>	<b>10,000</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>(26,112)</b>	<b>254,421</b>	<b>228,309</b>	<b>422,850</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>75,994</b>	<b>2,606,045</b>	<b>2,682,039</b>	<b>2,259,189</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>49,882</b>	<b>2,860,466</b>	<b>2,910,348</b>	<b>2,682,039</b>

**CONTINUING OPERATIONS**

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

**The Jain Network Limited (Registered number: 06752627)**

**Balance Sheet**  
**31 March 2021**

	Notes	Unrestricted fund £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	11	20,382	4,149,183	4,169,565	2,626,105
Investments	12	100	-	100	100
		<hr/>	<hr/>	<hr/>	<hr/>
		20,482	4,149,183	4,169,665	2,626,205
<b>CURRENT ASSETS</b>					
Debtors	13	12,433	194,438	206,871	212,444
Investments	14	4,070	-	4,070	4,070
Cash at bank and in hand		17,581	259,295	276,876	164,285
		<hr/>	<hr/>	<hr/>	<hr/>
		34,084	453,733	487,817	380,799
<b>CREDITORS</b>					
Amounts falling due within one year	15	(4,684)	(1,692,450)	(1,697,134)	(324,965)
		<hr/>	<hr/>	<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		29,400	(1,238,717)	(1,209,317)	55,834
		<hr/>	<hr/>	<hr/>	<hr/>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		49,882	2,910,466	2,960,348	2,682,039
<b>CREDITORS</b>					
Amounts falling due after more than one year	16	-	(50,000)	(50,000)	-
		<hr/>	<hr/>	<hr/>	<hr/>
<b>NET ASSETS</b>		<u>49,882</u>	<u>2,860,466</u>	<u>2,910,348</u>	<u>2,682,039</u>

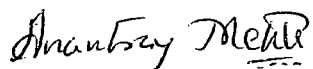
The notes form part of these financial statements

**The Jain Network Limited**

**Balance Sheet - continued**  
**31 March 2021**

<b>FUNDS</b>	18		
Unrestricted funds:			
General fund		49,882	75,994
Restricted funds:			
Restricted Fixed Asset Funds – Temple Project		2,838,693	2,592,228
Religious events		5,011	5,279
Health/Organ donation		<u>16,762</u>	<u>8,538</u>
		<u>2,860,466</u>	<u>2,606,045</u>
<b>TOTAL FUNDS</b>		<u><u>2,910,348</u></u>	<u><u>2,682,039</u></u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 June 2022 and were signed on its behalf by:



.....  
A Mehta - Trustee / *Director*



.....  
D U Shah FCA - Trustee / *Director*

The notes form part of these financial statements

**The Jain Network Limited**

**Cash Flow Statement**  
**for the Year Ended 31 March 2021**

	Notes	31.3.21 £	31.3.20 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	38,742	462,298
Net cash provided by operating activities		<u>38,742</u>	<u>462,298</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(1,545,710)	(888,643)
Interest received		553	3,616
Net cash used in investing activities		<u>(1,545,157)</u>	<u>(885,027)</u>
<b>Cash flows from financing activities</b>			
New loans in year		1,671,000	26,000
Loan repayments in year		(50,000)	(10,000)
Group company		(1,994)	(6,740)
Net cash provided by financing activities		<u>1,619,006</u>	<u>9,260</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>112,591</u>	<u>(413,469)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>164,285</u>	<u>577,754</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>276,876</u></u>	<u><u>164,285</u></u>

The notes form part of these financial statements

**The Jain Network Limited**

**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 £
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	228,309	422,850
<b>Adjustments for:</b>		
Depreciation charges	2,250	2,250
Interest received	(553)	(3,616)
Decrease/(increase) in debtors	7,567	(176,441)
(Decrease)/increase in creditors	(198,831)	217,255
<b>Net cash provided by operations</b>	<u>38,742</u>	<u>462,298</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)**

	At 1.4.20 £	Cash flow £	At 31.3.21 £
<b>Net cash</b>			
Cash at bank and in hand	164,285	112,591	276,876
	<u>164,285</u>	<u>112,591</u>	<u>276,876</u>
<b>Liquid resources</b>			
Deposits included in cash	-	-	-
Current asset investments	4,070	-	4,070
	<u>4,070</u>	<u>-</u>	<u>4,070</u>
<b>Debt</b>			
Debts falling due within 1 year	(107,000)	(1,571,000)	(1,678,000)
Debts falling due after 1 year	-	(50,000)	(50,000)
	<u>(107,000)</u>	<u>(1,621,000)</u>	<u>(1,728,000)</u>
<b>Total</b>	<u>61,355</u>	<u>(1,508,409)</u>	<u>(1,447,054)</u>

The notes form part of these financial statements

## **The Jain Network Limited**

### **Notes to the Financial Statements** **for the Year Ended 31 March 2021**

#### **1. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

##### **Preparation of consolidated financial statements**

The charity had a subsidiary which was considered immaterial and has not been trading. Therefore, consolidated accounts have not been prepared.

##### **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.

Income from government and other grants, whether "capital" grants or "revenue" grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and amount can be measured reliably and is not deferred.

Donated facilities is recognised at its estimated market value.

##### **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.

Freehold property	- not provided
Fixtures and fittings	- 15% on reducing balance

Land is not depreciated and no depreciation is charged in the year of acquisition.

##### **Taxation**

The charity is exempt from corporation 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.

##### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**1. ACCOUNTING POLICIES - continued**

**Going concern policy**

The trustees are confident that they have ongoing support from funders and partners to maintain their charity's operations for the next twelve months. The impact of Covid-19 has been considered by the trustees. The charity has therefore been able to limit the impact of Covid-19. It is for these reasons the accounts have been prepared on a going concern basis.

**Debtors**

Trade and other debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount paid net of discounts due.

**Creditors**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

**Winding up or dissolution of the charity**

If upon winding up or dissolution of the charity, there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

**2. DONATIONS AND LEGACIES**

	Unrestricted funds	Restricted funds	31.3.21 Total funds	31.3.20 Total funds
	£	£	£	£
Gifts	1	751	752	17,416
Donations	4,200	9,607	13,807	226,901
Gift aid	13,161	-	13,161	11,779
Building Fund	-	228,723	228,723	167,466
Grants	-	40,533	40,533	16,505
Membership & Member donations	17,706	-	17,706	39,116
Health & General activities	-	-	-	994
Religious events	-	10,143	10,143	14,264
	<u>35,068</u>	<u>289,757</u>	<u>324,825</u>	<u>494,441</u>

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

	31.3.21 £	31.3.20 £
Health	<u>40,533</u>	<u>16,505</u>



**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**3. INVESTMENT INCOME**

	Unrestricted funds £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
Deposit account interest	-	553	553	3,616
	<u>-</u>	<u>553</u>	<u>553</u>	<u>3,616</u>

**4. RAISING DONATIONS AND LEGACIES**

	Unrestricted funds £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
Sundries, travel & advtg	576	1,786	2,362	9,436
Travel	-	-	-	4,218
	<u>576</u>	<u>1,786</u>	<u>2,362</u>	<u>13,654</u>

**5. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 6) £	Totals £
Event management	27,908	3,600	31,508
Welfare	22,066	9,600	31,666
	<u>49,974</u>	<u>13,200</u>	<u>63,174</u>

**6. SUPPORT COSTS**

	Management £	Governance costs £	Totals £
Other resources expended	27,333	4,200	31,533
Event management	3,600	-	3,600
Welfare	9,600	-	9,600
	<u>40,533</u>	<u>4,200</u>	<u>44,733</u>

**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**7. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.3.21	31.3.20
	£	£
Auditors' remuneration	4,200	-
Depreciation - owned assets	2,250	2,250
Other operating leases	4,800	7,250
	<u>4,800</u>	<u>7,250</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	30,822	10,257
	<u>30,822</u>	<u>10,257</u>

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

	31.3.21	31.3.20
Administration	2	1
	<u>2</u>	<u>1</u>

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

**10. KEY MANAGEMENT PERSONNEL**

The Key Management Personnel comprises of the Board of Trustees.

**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**11. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2020	2,612,032	27,283	2,639,315
Additions	1,545,710	-	1,545,710
At 31 March 2021	4,157,742	27,283	4,185,025
<b>DEPRECIATION</b>			
At 1 April 2020	-	13,210	13,210
Charge for year	-	2,250	2,250
At 31 March 2021	-	15,460	15,460
<b>NET BOOK VALUE</b>			
At 31 March 2021	4,157,742	11,823	4,169,565
At 31 March 2020	2,612,032	14,073	2,626,105

**12. FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
<b>MARKET VALUE</b>	
At 1 April 2020 and 31 March 2021	100
<b>NET BOOK VALUE</b>	
At 31 March 2021	100
At 31 March 2020	100

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

**Jain Centre Jinalay (Temple Project) Ltd**

Registered office: Registered in England & Wales

Nature of business: Non-profit Project Management

Class of share: %  
Ordinary holding 100

	31.3.21	31.3.20
	£	£
Aggregate capital and reserves	100	100

**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

<b>13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
	31.3.21	31.3.20
	£	£
Gifts receivable	180,000	190,000
Amounts owed by group undertakings	19,438	17,444
VAT	1,083	-
Prepayments	6,350	5,000
	<u>206,871</u>	<u>212,444</u>
<b>14. CURRENT ASSET INVESTMENTS</b>		
	31.3.21	31.3.20
	£	£
Other	<u>4,070</u>	<u>4,070</u>
<b>15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
	31.3.21	31.3.20
	£	£
Other loans (see note 17)	1,678,000	107,000
Trade creditors	-	217,241
Accrued expenses	19,134	724
	<u>1,697,134</u>	<u>324,965</u>

Building Fund Bonds in £1000 and £5000 denominations were introduced in August 2018, with the aim of raising finance from well wishers of the charity. They are interest free, repayable on the 5th anniversary of issue or on demand by giving 3 months' notice.

As at 31 March 2021 the charity had received funds of £1,550,000 (2020-£NIL), from a related party, Dr N K Shah Trust, out of the total received of £1,678,000 under this scheme, the balance being from third parties -. 2020 - £33,000 and in 2019 £- £29,000.

**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.21 £	31.3.20 £
Bank loans (see note 17)	50,000	-

Creditors include bank loans of £50,000 which are unsecured, repayable between 2-5 years and bear interest at BBL rates.

**17. 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:		
Other loans	-	50,000
Building fund bonds	1,678,000	57,000
	<u>1,678,000</u>	<u>107,000</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	50,000	-

**18. MOVEMENT IN FUNDS**

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
<b>Unrestricted funds</b>				
General fund	75,994	(16,112)	(10,000)	49,882
<b>Restricted funds</b>				
Restricted Fixed Asset Funds – Temple				
Project	2,592,228	236,465	10,000	2,838,693
Religious events	5,279	(268)	-	5,011
Health/Organ donation	8,538	8,224	-	16,762
	<u>2,606,045</u>	<u>244,421</u>	<u>10,000</u>	<u>2,860,466</u>
<b>TOTAL FUNDS</b>	<u>2,682,039</u>	<u>228,309</u>	<u>-</u>	<u>2,910,348</u>

**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**18. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	35,068	(51,180)	(16,112)
<b>Restricted funds</b>			
Restricted Fixed Asset Funds – Temple Project	238,491	(2,026)	236,465
Religious events	10,143	(10,411)	(268)
Health/Organ donation	41,676	(33,452)	8,224
	<u>290,310</u>	<u>(45,889)</u>	<u>244,421</u>
<b>TOTAL FUNDS</b>	<u><u>325,378</u></u>	<u><u>(97,069)</u></u>	<u><u>228,309</u></u>

**Comparatives for movement in funds**

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
<b>Unrestricted funds</b>				
General fund	159,979	25,650	(109,635)	75,994
<b>Restricted funds</b>				
Restricted Fixed Asset Funds – Temple Project	2,087,425	383,383	121,420	2,592,228
Religious events	11,785	5,279	(11,785)	5,279
Health/Organ donation	-	8,538	-	8,538
	<u>2,099,210</u>	<u>397,200</u>	<u>109,635</u>	<u>2,606,045</u>
<b>TOTAL FUNDS</b>	<u><u>2,259,189</u></u>	<u><u>422,850</u></u>	<u><u>-</u></u>	<u><u>2,682,039</u></u>

**The Jain Network Limited**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2021**

**18. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	74,836	(49,186)	25,650
<b>Restricted funds</b>			
Restricted Fixed Asset Funds – Temple Project	395,432	(12,049)	383,383
Religious events	16,815	(11,536)	5,279
Health/Organ donation	10,974	(2,436)	8,538
	<u>423,221</u>	<u>(26,021)</u>	<u>397,200</u>
<b>TOTAL FUNDS</b>	<u>498,057</u>	<u>(75,207)</u>	<u>422,850</u>

**19. CAPITAL COMMITMENTS**

The charity has committed to complete phase 1 of its temple project in the following year and building costs of £750,000 have been contracted for but not provided in these accounts.

**20. RELATED PARTY DISCLOSURES**

1) Dr N K Shah (Deceased 06.03.2022), Dr S Shah, Dr A M Shah and L Shah are also trustees of Dr N K Shah Trust (a registered charity in the UK), which has made significant gifts and loans to this charity. As at 31 March 2021 the Trust had made unsecured advances to the charity of £1,550,000 (2020-£NIL) and made a gift pledge of £175,000 (2020-£175,000), shown as debtors.

2) Mr A Mehta, a trustee, having given an interest-free loan of £50,000 in prior years has donated this amount to the charity's building fund in the current year. Other amounts not exceeding £25,000 have been donated by other trustees during the year.

3) The charitable company set up a wholly owned company called Jain Centre Jinalay (Temple Project) Ltd. Dr N K Shah (Deceased 06.03.2022), Mr D U Shah and Mr A Mehta, directors of The Jain Network Ltd are also directors of Jain Centre Jinalay (Temple Project) Ltd, which provides other business support service activities and activities of religious organisations.

4) As at Balance Sheet date, Jain Centre Jinalay (Temple Project) Ltd owed £19,438 (2020: £17,444) to The Jain Network Ltd.

5) During the year, the charity gave a grant of £16,950 (2020: NIL) to another charity institution known as Ahimsa for Quality of Life of which two members of the Board were also trustees. They were late Dr N K Shah (who sadly passed away on 6th March 2022) and Mr D U Shah. The grants were made on an arms length basis for charitable purposes and the common trustees were not part of the decision making process.