

REGISTERED COMPANY NUMBER: 02527115 (England and Wales)
REGISTERED CHARITY NUMBER: 1019101

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 December 2020
for
INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING

Hayvenhursts
Fairway House
Links Business Park
St Mellons
Cardiff
CF3 0LT

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

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FOR THE YEAR ENDED 31 DECEMBER 2020**

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INTERNATIONAL DZOGCHEN COMMUNITY OF KUNSELLING

Report of the Trustees FOR THE YEAR ENDED 31 DECEMBER 2020

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 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Charity's objectives and aims are to promote, advance and maintain the Dzogchen teachings and practice in Buddhist and other forms throughout the UK and elsewhere and to promote greater understanding of Tibetan culture and traditions according to the teaching and spiritual guidance of Namkhai Norbu Rinpoche and his nominated successors.

Significant activities

The main activities of the Charity are to administer membership; to maintain and develop our retreat centre, Kunselling, which is located in mid-Wales and Lekdanling, our new centre in London; to organise and run a programme of teaching and practice events; to publish annual information booklets and journals and to run a bookshop for teaching and practice texts and practice materials for community members and to raise funds for the community and related organisations.

Volunteers

The Community is entirely run by volunteers, including the Trustees and others within the Community who give their time to support the activities of the Community.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The most significant event of 2020 was the global Coronavirus pandemic. This meant that both our centres, in London and in rural Wales, were shut for most of the year. The resulting loss in income at our centre in London was partially offset by the receipt of government support grants, administered by Hackney Council. We were not able to claim for government grants in Wales because our centre is for members only and therefore presents no benefit to the local community. Sadly, one of our most learned and experienced translators and instructors died due to Covid-19, a great loss to the international community.

Fundraising activities

Like so many other organisations, we have taken advantage of the Zoom online platform. Numerous Zoom teachings have been organised, which have proved to be very popular with our members, helping to keep their spiritual practice alive, as well as providing - from donations - a new income stream.

Internal and external factors

We continue to streamline the running of the community with the structure and regulations of the International Dzogchen Community, involving such things as shared databases and centralised payments systems. Our own internal business is also increasingly reliant on technology, using platforms such as Mailchimp and Dropbox for communication and data storage.

INTERNATIONAL DZOGCHEN COMMUNITY OF KUNSELLING

Report of the Trustees FOR THE YEAR ENDED 31 DECEMBER 2020

FINANCIAL REVIEW

Principal funding sources

The principal funding sources are membership income, gift aid on eligible membership payments and donations, income from events, income from the bookshop and income from donations.

FUTURE PLANS

Since the death of our main teacher Namkhai Norbu Rinpoche in 2018, our membership has dwindled. We are still able to afford the mortgage on our two properties, in London and in rural Wales, but our margins are becoming increasingly tight. By renegotiating our payments to our mothership centre in Italy, we hope to maintain these two centres. The mortgage on the Welsh centre will be paid by the middle of 2024, which will be a major milestone. Meanwhile, following Rinpoche's death, senior students are continuing to evolve as teachers and leaders of our community.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

Trustees are recruited through an invitation being issued to members to apply for a position on Gakyil (the Executive Committee of the Charity). New trustees are elected at the Annual General Meeting, subject to approval by Namkhai Norbu Rinpoche The Director of the international Dzogchen Community.

Organisational structure

The Dzogchen Community UK is administered by Gakyil (Executive Committee) which can have up to nine members, during the period covered by this report the committee had nine members, each with a defined area of responsibility for aspects of the organisation's activity.

Induction and training of new trustees

New trustees are inducted by outgoing trustees who have occupied the position on the committee which is being taken up by the new trustee. Outgoing trustees induct and handover new trustees into their responsibilities.

Wider network

The Gakyil is assisted by a network of volunteers within the Community.

Related parties

The Dzogchen Community UK is part of the International Dzogchen Community. Members of the UK Community are also members of Merigar, the centre of the Dzogchen Community in Europe. A proportion of the membership fees received by the Dzogchen Community UK is payable to Merigar each year. The International Dzogchen Community as a whole is under the leadership of Namkhai Norbu Rinpoche. The Dzogchen Community UK also has links with ASIA, supporting projects in Tibet and the Shang Shung Institute, supporting projects to maintain and promote Tibetan teachings and culture.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02527115 (England and Wales)

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Report of the Trustees
FOR THE YEAR ENDED 31 DECEMBER 2020**

Registered Charity number

1019101

Registered office

3 Polygon Road
Bristol
BS8 4PA

Trustees

Ms P Stirling (resigned 4.10.20)
N Segust (resigned 4.10.20)
S J N Duncan (resigned 4.10.20)
Ms C Faulkner (resigned 4.10.20)
Ms G Ya (resigned 4.10.20)
Ms D Dyl - Poynter (resigned 4.10.20)
B Patterson
Ms N Talikova
Ms C Martin Landlord (appointed 4.10.20)
Ms E Michalec Shiatsu Therapist (appointed 4.10.20)
B J Hurrell Retired Architect (appointed 4.10.20)

Company Secretary

H A Studholme

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 21.04.2021 and signed on its behalf by:


.....
Ms N Talikova - Trustee

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Statement of Financial Activities
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Notes	Unrestricted fund £	Restricted funds £	Year Ended 31.12.20 Total funds £	Period 1.9.18 to 31.12.19 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		60,371	1,141	61,512	95,531
EXPENDITURE ON					
Raising funds		17,750	677	18,427	43,323
Charitable activities general		48,022	-	48,022	56,586
Total		<u>65,772</u>	<u>677</u>	<u>66,449</u>	<u>99,909</u>
NET INCOME/(EXPENDITURE)		<u>(5,401)</u>	<u>464</u>	<u>(4,937)</u>	<u>(4,378)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		299,905	91,953	391,858	396,236
TOTAL FUNDS CARRIED FORWARD		<u><u>294,504</u></u>	<u><u>92,417</u></u>	<u><u>386,921</u></u>	<u><u>391,858</u></u>

The notes form part of these financial statements

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Balance Sheet
31 DECEMBER 2020**

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	5	497,675	91,183	588,858	609,766
CURRENT ASSETS					
Stocks	6	-	1,500	1,500	1,608
Debtors	7	7,950	-	7,950	5,613
Cash at bank and in hand		35,515	(175)	35,340	39,466
		<u>43,465</u>	<u>1,325</u>	<u>44,790</u>	<u>46,687</u>
CREDITORS					
Amounts falling due within one year	8	(17,535)	(91)	(17,626)	(20,721)
NET CURRENT ASSETS		<u>25,930</u>	<u>1,234</u>	<u>27,164</u>	<u>25,966</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>523,605</u>	<u>92,417</u>	<u>616,022</u>	<u>635,732</u>
CREDITORS					
Amounts falling due after more than one year	9	(229,101)	-	(229,101)	(243,874)
NET ASSETS		<u>294,504</u>	<u>92,417</u>	<u>386,921</u>	<u>391,858</u>
FUNDS	12				
Unrestricted funds				294,504	299,905
Restricted funds				92,417	91,953
TOTAL FUNDS				<u>386,921</u>	<u>391,858</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Balance Sheet - continued
31 DECEMBER 2020**

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 21.04.2021 and were signed on its behalf by:


N Talikova - Trustee

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Notes to the Financial Statements
FOR THE YEAR ENDED 31 DECEMBER 2020**

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.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Long leasehold	- 2% on cost
Improvements to property	- 2% on cost
Plant and machinery	- 25% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. NET INCOME/(EXPENDITURE)

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

	Year Ended 31.12.20 £	Period 1.9.18 to 31.12.19 £
Depreciation - owned assets	<u>20,908</u>	<u>21,668</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the period ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the period ended 31 December 2019.

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	94,131	1,400	95,531
EXPENDITURE ON			
Raising funds	39,503	3,820	43,323
Charitable activities			
general	56,586	-	56,586
Total	<u>96,089</u>	<u>3,820</u>	<u>99,909</u>
NET INCOME/(EXPENDITURE)	<u>(1,958)</u>	<u>(2,420)</u>	<u>(4,378)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	301,863	94,373	396,236
TOTAL FUNDS CARRIED FORWARD	<u>299,905</u>	<u>91,953</u>	<u>391,858</u>

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

5. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Improvements to property £	Plant and machinery £	Totals £
COST					
At 1 January 2020 and 31 December 2020	392,731	288,693	102,632	18,900	802,956
DEPRECIATION					
At 1 January 2020	140,642	25,020	8,629	18,899	193,190
Charge for year	10,473	7,698	2,737	-	20,908
At 31 December 2020	151,115	32,718	11,366	18,899	214,098
NET BOOK VALUE					
At 31 December 2020	241,616	255,975	91,266	1	588,858
At 31 December 2019	252,089	263,673	94,003	1	609,766

6. STOCKS

	2020	2019
	£	£
Stocks	1,500	1,608

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Other debtors	7,950	5,613

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Bank loans and overdrafts (see note 10)	13,591	14,163
Other creditors	4,035	6,558
	<u>17,626</u>	<u>20,721</u>

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

	2020	2019
	£	£
Bank loans (see note 10)	229,101	243,874
	<u>229,101</u>	<u>243,874</u>

10. LOANS

An analysis of the maturity of loans is given below:

	2020	2019
	£	£
Amounts falling due within one year on demand:		
Bank overdraft	91	663
Bank loans	13,500	13,500
	<u>13,591</u>	<u>14,163</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	13,500	13,500
	<u>13,500</u>	<u>13,500</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	40,500	40,500
	<u>40,500</u>	<u>40,500</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	175,101	189,874

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

11. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Bank loans	242,601	257,374

12. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	299,905	(5,401)	294,504
Restricted funds			
Teaching	13,505	464	13,969
Land	78,448	-	78,448
	<u>91,953</u>	<u>464</u>	<u>92,417</u>
TOTAL FUNDS	<u>391,858</u>	<u>(4,937)</u>	<u>386,921</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	60,371	(65,772)	(5,401)
Restricted funds			
Teaching	1,141	(677)	464
TOTAL FUNDS	<u>61,512</u>	<u>(66,449)</u>	<u>(4,937)</u>

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

12. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.9.18 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	301,863	(1,958)	299,905
Restricted funds			
Teaching	15,925	(2,420)	13,505
Land	78,448	-	78,448
	<u>94,373</u>	<u>(2,420)</u>	<u>91,953</u>
TOTAL FUNDS	<u>396,236</u>	<u>(4,378)</u>	<u>391,858</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	94,131	(96,089)	(1,958)
Restricted funds			
Teaching	1,400	(3,820)	(2,420)
	<u>95,531</u>	<u>(99,909)</u>	<u>(4,378)</u>
TOTAL FUNDS	<u>95,531</u>	<u>(99,909)</u>	<u>(4,378)</u>

13. CONTINGENT LIABILITIES

There are no contingent liabilities at 31 December 2020.

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Detailed Statement of Financial Activities
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Year Ended 31.12.20 £	Period 1.9.18 to 31.12.19 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Membership fees	36,031	52,121
Literature, tapes and videos	1,141	1,400
Other income	2,650	6,912
Grants	5,000	-
Donations	16,690	35,098
	<hr/> 61,512	<hr/> 95,531
Total incoming resources	61,512	95,531
 EXPENDITURE		
Other trading activities		
Opening stock	1,608	3,110
Purchases	569	2,318
Membership fees - Meriger	15,079	26,932
Retreat expenses	2,671	12,571
Closing stock	(1,500)	(1,608)
	<hr/> 18,427	<hr/> 43,323
 Charitable activities		
Repairs, maintenance and insurance	2,613	5,908
Light and heat	10,527	10,920
Literature, postage and stationery	3,199	3,264
Depreciation of tangible fixed assets	20,908	21,668
	<hr/> 37,247	<hr/> 41,760
 Support costs		
Finance		
Sundries	58	-
Bank charges	55	163
Bank interest	10,662	14,663
	<hr/> 10,775	<hr/> 14,826

This page does not form part of the statutory financial statements

**INTERNATIONAL DZOGCHEN COMMUNITY OF
KUNSELLING**

**Detailed Statement of Financial Activities
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Year Ended 31.12.20 £	Period 1.9.18 to 31.12.19 £
Total resources expended	<u>66,449</u>	<u>99,909</u>
Net expenditure	<u>(4,937)</u>	<u>(4,378)</u>

This page does not form part of the statutory financial statements