

TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
(A company limited by guarantee)

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
(A company limited by guarantee)

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TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
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REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees	P J Jones C M Mitchell N Bustin P M Pretsell S Masters M P Jackson (co-opted 10 April 2020, appointed 8 August 2020) K J MacLachlan (appointed 10 December 2021)
Company registered number	02601222
Charity registered numbers	1053425 and SC 039513
Registered office	European Centre Bounstead Road Colchester Essex CO2 0DE
Accountants	Larking Gowen LLP Chartered Accountants 1 Claydon Business Park Great Blakenham Ipswich IP6 0NL
Bankers	HSBC Bank plc 99 High Street Chelmsford Essex CM1 1EQ Bank of Scotland plc 10-16 King Edward Street Perth PH1 5UT

TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their annual report together with the financial statements for the year ended 31 December 2021. The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Taoist Tai Chi Society of Great Britain's governing document, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Act (Scotland) Regulations 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", effective from 1 January 2019.

Structure, governance and management

a. CONSTITUTION

The company is registered as a charitable company limited by guarantee incorporated on 12 April 1991 and was set up by a Memorandum of Association, which was last updated on 28 May 2021.

Governing Documents

The Memorandum and Articles of Association and Byelaws are under continuous review by the National Board. This is part of an ongoing process to ensure that these documents give a wholly accurate and suitable description of the Society to the various legislative bodies. The Articles and Byelaws were updated in line with changes in company law, our wish to safeguard the teachings of Master Moy Lin Shin for future generations and our developing understanding of his teachings.

The Board are now reviewing the aims and objectives to better represent Master Moy's teachings of the Tao.

b. ORGANISATIONAL STRUCTURE AND DECISION MAKING

The members of the National Board (NB), who are also the directors for the purposes of company law, who served during the year were:

N Bustin
P J Jones
S Masters
C M Mitchell
P Pretsell
M P Jackson
K J MacLachlan (co-opted 10 December 2021)

The Society is run predominantly by volunteers as a way of training to develop selflessness and harmony through working together.

The Society is managed by the National Board (NB) whose members are appointed at the AGM. Members of the National Board are the Directors of the Company and Trustees of the Charity.

Trustees are selected from long serving members of the Society who have a good understanding of the nature of Taoist Tai Chi™ arts, and are committed to developing their training and the training of others.

In 2021 the Society was organised into thirteen branches reporting to the National Board through three regions; Eastern region coordinating 5 branches, Northern region coordinating 3 branches and the Western region, comprised of the remaining 5 branches.

The TTCS of GB benefits from the guidance and support of the Fung Loy Kok Institute of Taoism (FLK) and the European Regional Council (ERC), as well as all the other organisations around the world that follow similar objects and work in affiliation with FLK.

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FOR THE YEAR ENDED 31 DECEMBER 2021

c. RISK MANAGEMENT

The Society follows an annual accreditation procedure for leaders in training to ensure that all members receive appropriate opportunities to improve themselves and help others.

The Society has substantial insurance cover including public liability.

The NB continues to review policies and procedures on a regular basis. Support is also provided via chartered accountants Larking Gowen, and consultants for health and safety and employment, NatWest Mentor. Professional legal advice is sought from solicitors as and when needed.

The Trustees continue to assess potential risks to which the Society is exposed using Charities Commission guidance. A Risk Register is kept to record and assess the risks and the actions taken to minimise them, where appropriate.

The rapid response to the pandemic taken mid-March 2020 by closing down all activities that brought people together in close proximity was sustained, and members were encouraged to exercise and develop their self-practice. Activities continued through online meetings, discussions and chanting sessions via video conferencing and other media to support this practise. The Society policy continued to be one of 'not one death due to our activities.' In-person activities were deemed to be safe to restart in 2022.

Objectives and Activities

a. POLICIES AND OBJECTIVES

The objects of the TTCS of GB set out in the Memorandum and Articles of Association are:

- (a) The protection and preservation of good health within the community throughout Great Britain and internationally through the promotion and practice of all levels of *Taoist Tai Chi*™ internal arts and methods.
- (b) To advance education and training in Taoist Philosophy, Traditions and Arts as promoted by the Society's founder Master Moy Lin Shin.

b. ACTIVITIES FOR ACHIEVING OBJECTIVES

The objects were met this year by offering opportunities to chant and learn more about Taoist Religion, Philosophy, Traditions and Arts as promoted by the Society's founder Master Moy Lin Shin, through video conference calls, phone calls, email and messaging.

There were regular national, regional and branch meetings and training sessions, led by the National and Regional leaders. This time has been an amazing opportunity to reflect and see how to move forward stronger offering more of Mr Moy's teachings, to all members.

This difficult time has proven a gift in terms of providing an opportunity for a deeper understanding of the necessity and benefit of self-practise and the communication of the broader picture of Master Moy Lin Shin's teachings.

Leaders all around the country arranged and led weekly video conference calls to keep members in touch and to encourage them to use *Taoist Tai Chi*™ arts during the pandemic to stay mentally and physically well and strong.

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There have also been and continue to be, weekly international meetings where Mr Moy's teachings are shared by many who had direct contact with him when he was alive. This has made for a rich resource and given all members the opportunity to receive Mr Moy's teachings from international leaders. As members couldn't physically practice together, opportunities to come together and practise chanting, which is another of the Taoist Tai Chi™ arts, was offered at both international and national level.

During the summer outdoor sessions were organised for a short period when the virus seemed to be diminishing. It soon became apparent that this was not the case and all outside sessions ceased immediately.

There were celebrations of Taoist and Confucian festivals throughout the year, open to all members.

c. PUBLIC BENEFIT

The Trustees have had due regard to the Charity Commission guidance on Public Benefit where relevant to their decision making. By promoting the health benefits and making these arts available to all, in 2021, the Taoist Tai Chi Society of Great Britain complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission.

Achievements and performance

a. REVIEW OF ACTIVITIES

Membership

No new members enrolled during 2021 (241 enrolled in 2020), and at the end of the year total membership stood at 1226 (compared to 3220 at the end of 2020). 2094 members lapsed in 2021 (compared to 2089 in 2020). These figures relate directly to not having in-person activities.

Administrative Structure

The National Board delegate responsibilities to the sub committees of Regional Council and Branch Committee offering more people the opportunity to learn about Taoism, balance and harmony, by working together for the administration.

Instruction

At the end of 2021 there were 124 leaders in training compared to 158 in 2020.

All leaders in training are volunteers and receive no material reward for their contribution. They participate in continuing and regular training and are accredited on an annual basis.

There are 10 members on the Leaders Training Committee.

The GB Board wish to express thanks to the FLK Board of directors and advisors, and members of the European Regional Council for their support, guidance and inspiration through this difficult time, prioritising our safety and health above all else.

Our Homes in Great Britain

The Society in GB currently owns two properties located in Colchester and Maldon. Sale of the building in Edinburgh, owned by FLK, was completed on 13 September 2021. The building in Maldon is also in the process of being sold to help the Society financially, through this difficult time.

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FOR THE YEAR ENDED 31 DECEMBER 2021

Employment

During 2021:

Wallace Gilbraith continued to be employed as a part-time web and ICT administrator

Carol Danenbergs continued to be employed as finance administrator

Paul Davies continued to be employed as general manager

Barbara Hardwick continued to be employed through an agency as a bookkeeper

b. FUNDRAISING

Fundraising continued through 2021, albeit not face to face. Throughout the year a number of members have made individual donations to the Society to help support the *Taoist Tai Chi*™ community through the pandemic. The trustees would like to offer heartfelt thanks to them for their generosity and compassion and to all those who continue to be members, showing a deep understanding and appreciation of Master Moy's teachings.

All funds are raised from among the members, those who enjoy the most benefit of supporting the aims and objectives.

c. FACTORS RELEVANT TO ACHIEVE OBJECTIVES

Contribution of Volunteers

Volunteering is integral to the spirit of the Society and the training that is offered. All leaders and administrators carry out their roles on a voluntary basis and all members are encouraged to take advantage of volunteering opportunities.

Volunteers have continued to work diligently on improving the existing administration and on preparations for a return to in-person activities sometime in the future.

Financial review

a. RESERVES POLICY

Usually, it is considered that the annual running costs will be more than met out of annual subscription income. However, the trustees endeavour to retain cash reserves to cover monthly costs in case of unexpected financial challenges. All other funds are made available to our International Projects Fund to meet our aim, of promoting and practising all levels of *Taoist Tai Chi*™ arts within the community throughout Great Britain and internationally, for the protection and preservation of good health.

To this end, the TTCS GB aims to have an approximate minimum of £120,000 in free reserve, to cover three months operating costs. We have placed no limit on the amount of reserves we may hold and the level is kept under regular review to ensure that there are sufficient reserves to fulfil the running of the Society in GB and to fully support our International Projects.

At the balance sheet date the charity's reserve, amounted to £328,850 (2020: £387,584).

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FOR THE YEAR ENDED 31 DECEMBER 2021

b. FINANCIAL REVIEW OF ACTIVITIES

Membership subscriptions decreased from £634,386 in 2020 to £239,758 in 2021. Total incoming resources decreased from £691,342 in 2020 to £252,387 in 2021. Direct charitable expenditure decreased from £201,601 to £120,321. Support costs decreased during the year from £140,175 in 2020 to £126,566 2021. Governance costs decreased from £9,000 to £4,050. Grants to overseas Tai Chi Societies increased to £450,975 (2020: £62,893), including £416,105 to Taoist Tai Chi Society Netherlands. Overall, net expenditure for the year was £449,553 compared to net income of £272,930 in 2020.

Membership subscriptions have decreased as we have been running online sessions rather than in person activities due to the pandemic and our wish not to cause anyone to come to harm because of what we do. Some members are only interested in the in person activities and so they stopped their payments.

Also, we have stopped all in person fundraising activities so there has been no income from them either.

Expenditure has decreased as we've been able to stop our hourly rentals and have reduced other costs from our charitable or fundraising activities as we are not having any in person.

Having sold the building in Edinburgh, FLK reimbursed the money that we had spent on refurbishment. This put us in a wonderful position to support our sister organisations in Spain and Netherlands with their loans.

c. INVESTMENTS POLICY

It is not intended that the Society hold money for long periods of time, but rather to use the money to support international projects that further the learning, practise and promotion of *Taoist Tai Chi*™ arts. Most Society funds for this reporting period have been held in business accounts, one of which is an interest bearing account.

Plans for the future

a. FUTURE DEVELOPMENTS

The aims of the Society are to continue to advance education and training in Taoist Philosophy, Traditions and Arts for the protection and preservation of good health within the community throughout Great Britain and internationally. We set a goal of returning to in-person activities in May 2022 and have been able to meet that goal.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditors are unaware, and
- the Trustees have taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

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FOR THE YEAR ENDED 31 DECEMBER 2021

In preparing this report, the Trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the Trustees on 20 August 2022 and signed on their behalf by:



.....
P M Pretsell
Co-President

S - Masters
.....
S Masters
Co-President
Date: 20 August 2022

TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
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INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2021

Independent examiner's report to the Trustees of Taoist Tai Chi Society of Great Britain ('the company')

I report to the charity Trustees on my examination of the accounts of the company for the year ended 31 December 2021.

Responsibilities and basis of report

As the Trustees of the company (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 ('the 2005 Act'), the Charities Accounts (Scotland) Regulations 2006 (as amended) ('the 2006 Accounts Regulations') and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the company's accounts carried out under section 44(1)(c) of the 2005 Act and section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the requirements of Regulation 11 of the 2006 Accounts Regulations and the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company is required by company law to prepare its accounts on an accruals basis and is registered as a charity in Scotland your examiner must be a member of a body listed in Regulation 11(2) of the 2006 Accounts Regulations. I can confirm that I am qualified to undertake the examination because I am a registered member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act and Regulation 4 of the 2006 Accounts Regulations; or
2. the accounts do not accord with those records and with the accounting requirements of Regulation 8 of the 2006 Accounts Regulations; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

This report is made solely to the company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008 and Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. My work has been undertaken so that I might state to the company's Trustees those matters I am

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INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's Trustees as a body, for my work or for this report.

Signed:



Dated: 8 September 2022

Giles Kerkham FCA DChA

for and on behalf of
Larking Gowen LLP

Chartered Accountants

Ipswich

TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	3	285	285	6,012
Charitable activities	4	241,140	241,140	678,337
Fundraising	5	10,962	10,962	6,993
Total income		252,387	252,387	691,342
Expenditure on:				
Raising funds	6	28	28	4,743
Charitable activities		701,912	701,912	413,669
Total expenditure		701,940	701,940	418,412
Net movement in funds		(449,553)	(449,553)	272,930
Reconciliation of funds:				
Total funds brought forward		1,485,874	1,485,874	1,212,944
Net movement in funds		(449,553)	(449,553)	272,930
Total funds carried forward		1,036,321	1,036,321	1,485,874

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

The notes on pages 12 to 24 form part of these financial statements.

TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
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REGISTERED NUMBER: 02601222

BALANCE SHEET
AS AT 31 DECEMBER 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	12	707,471	1,232,236
Current assets			
Stocks	13	3,129	3,157
Debtors	14	6,900	8,465
Cash at bank and in hand		380,875	479,032
		<u>390,904</u>	<u>490,654</u>
Creditors: amounts falling due within one year	15	(62,054)	(237,016)
Net current assets / liabilities		<u>328,850</u>	<u>253,638</u>
Total net assets		<u><u>1,036,321</u></u>	<u><u>1,485,874</u></u>
Charity funds			
Unrestricted funds		<u>1,036,321</u>	<u>1,485,874</u>
Total funds		<u><u>1,036,321</u></u>	<u><u>1,485,874</u></u>

The company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

.....
N Bustin
Trustee

Date: 20 August 2022

The notes on pages 12 to 24 form part of these financial statements.

TAOIST TAI CHI SOCIETY OF GREAT BRITAIN
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. General information

Taoist Tai Chi Society of Great Britain is a company limited by guarantee incorporated in England and Wales, registered number 02601222. The registered office is European Centre, Bounstead Road, Colchester, Essex, C02 ODE.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Taoist Tai Chi Society of Great Britain meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The financial statements are presented in sterling and rounded to the nearest pound £.

2.2 Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

2.3 Going concern

The Trustees have considered the company's position at the time of signing the financial statements including cash available, and projections for the ongoing running costs.

Based on this, the Trustees have concluded that they have a reasonable expectation that the company will have adequate resources to continue in operational existence for the foreseeable future being no less than twelve months from the date of approving these accounts. They continue to adopt the going concern basis of accounting in preparing the financial statements

2.4 Income

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the company, can be reliably measured.

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NOTES TO THE FINANCIAL STATEMENTS
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2. Accounting policies (continued)

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the company to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the company's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets costing £NIL or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives.

Depreciation is provided on the following bases:

Freehold and other property	- 2% straight line
Fixtures and fittings	- 25% reducing balance
Computer equipment	- 25% straight line

2.7 Interest receivable

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

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2. Accounting policies (continued)

2.8 Operating leases

Rentals paid under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

2.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.10 Debtors

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

2.11 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.12 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

2.13 Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

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2. Accounting policies (continued)

2.14 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the reporting date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of financial activities incorporating income and expenditure account.

2.15 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2.16 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

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**NOTES TO THE FINANCIAL STATEMENTS
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3. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Donations	285	285	6,012
	<u>285</u>	<u>285</u>	<u>6,012</u>
<i>Total 2020</i>	<u>6,012</u>	<u>6,012</u>	

4. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Member services	239,758	239,758	634,386
Workshops	20	20	15,879
Bed & breakfast	1,362	1,362	2,672
Banquets and social events	-	-	400
Local authority Covid-19 support grants	-	-	25,000
	<u>241,140</u>	<u>241,140</u>	<u>678,337</u>
<i>Total 2020</i>	<u>678,337</u>	<u>678,337</u>	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

5. Fundraising income

Income from fundraising events

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Sale of goods	3,298	3,298	1,845
International fundraising	7,664	7,664	5,148
	<u>10,962</u>	<u>10,962</u>	<u>6,993</u>
<i>Total 2020</i>	<u>6,993</u>	<u>6,993</u>	

6. Expenditure on raising funds

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Costs of raising funds	28	28	4,743
	<u>4,743</u>	<u>4,743</u>	
<i>Total 2020</i>	<u>4,743</u>	<u>4,743</u>	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

7. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Grant funding of activities 2021 £	Support costs 2021 £	Total funds 2021 £
Member services	117,940	450,975	130,616	699,531
Workshops	(128)	-	-	(128)
Bed & breakfast	2,509	-	-	2,509
	<u>120,321</u>	<u>450,975</u>	<u>130,616</u>	<u>701,912</u>

	Activities undertaken directly 2020 £	Grant funding of activities 2020 £	Support costs 2020 £	Total funds 2020 £
Member services	195,191	62,893	149,175	407,259
Workshops	3,190	-	-	3,190
Bed & breakfast	2,867	-	-	2,867
Banquets and social events	353	-	-	353
	<u>201,601</u>	<u>62,893</u>	<u>149,175</u>	<u>413,669</u>

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7. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Total funds 2021 £	<i>Total funds 2020 £</i>
Depreciation	19,964	20,448
Rent	(14)	77,950
Rates	44,080	39,036
Insurance	13,661	15,010
Light and heat	17,738	22,574
Repairs and consumables	22,511	20,173
Workshop costs	(128)	3,190
Banquets and social event costs	-	353
Bed and breakfast costs	2,509	2,867
	120,321	201,601

Analysis of support costs

	Total funds 2021 £	<i>Total funds 2020 £</i>
Staff costs	92,033	94,140
Agency staff	6,982	18,319
Telephone	6,070	6,783
Hire of equipment	1,966	1,967
Travelling expenses	162	1,985
Printing, postage & stationery	1,321	1,467
Legal and professional	10,256	10,152
Computer expenses	2,980	1,804
Sundry expenses	858	-
Bank charges	3,899	5,623
Profit on foreign exchange	39	(2,065)
Governance costs	4,050	9,000
	130,616	149,175

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8. Charitable activities - grants paid

	2021 £	2020 £
Overseas donations	450,975	62,893

Included within overseas donations are amounts donated to the following organisations:

£NIL Taoist Tai Chi Society USA (2020 - £413)
£34,870 Taoist Tai Chi Society Spain (2020 - £60,030)
£416,105 Taoist Tai Chi Society Netherlands (2020 - £2,450)

9. Independent examiner's remuneration

	2021 £	2020 £
Fees payable to the company's independent examiner for the independent examination of the company's annual accounts	3,420	-
Auditors' remuneration	-	9,000
All other services not included above	630	-

10. Staff costs

	2021 £	2020 £
Wages and salaries	85,738	87,607
Social security costs	4,277	4,469
Contribution to defined contribution pension schemes	2,018	2,064
	92,033	94,140

The average number of persons employed by the company during the year was as follows:

2021 No.	2020 No.
3	3

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10. Staff costs (continued)

No employee received remuneration amounting to more than £60,000 in either year.

Total key management personnel compensation for the year was £50,180 (2020 - £50,180), plus the related National Insurance amounting to £5,706 (2020 - £5,718).

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 December 2021, no Trustee expenses have been incurred (2020 - £146).

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12. Tangible fixed assets

	Freehold property £	Other property £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation					
At 1 January 2021	1,143,710	579,882	137,703	20,493	1,881,788
Disposals	-	(579,882)	-	-	(579,882)
At 31 December 2021	1,143,710	-	137,703	20,493	1,301,906
Depreciation					
At 1 January 2021	423,723	75,081	131,366	19,382	649,552
Charge for the year	17,637	-	2,112	215	19,964
On disposals	-	(75,081)	-	-	(75,081)
At 31 December 2021	441,360	-	133,478	19,597	594,435
Net book value					
At 31 December 2021	702,350	-	4,225	896	707,471
At 31 December 2020	719,987	504,801	6,337	1,111	1,232,236

Included in freehold property is land costing £165,000 (2020 - £165,000) which is not depreciated.

"Other property" consisted of property improvements at Marionville Road in Edinburgh. The Society occupied this property by virtue of an agreement with the property's owners, Fung Loy Kok ("FLK"), dated 1 October 2011, under which it provides its charitable services at the property. The service agreement could be terminated by either party with 60 days' notice. The Trustees considered that the charity, in substance, controlled access to the benefits of the improvements that it had made to the property and therefore included them within the balance sheet. The Society also received assurance from FLK that they would compensate the Society for the book value of property improvements at the time of sale.

FLK has now sold the property at Marionville Road, completing in September 2021. The compensation payable from FLK amounted to £504,801 and this has been applied to pay down the the FLK loan (£133,946) and to fund grant payments to TTCS Netherlands (£370,855).

Since the year end the property in Maldon has been sold, completing on 26th July 2022. Proceeds of £547,596 were received in respect of the property which at 31 December 2021 had a net book value of £246,713.

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13. Stocks

	2021 £	2020 £
Finished goods and goods for resale	3,129	3,157

14. Debtors

	2021 £	2020 £
Due within one year		
Prepayments and accrued income	6,900	8,465
	6,900	8,465

15. Creditors: Amounts falling due within one year

	2021 £	2020 £
Other loans	-	133,946
Trade creditors	1,551	2,278
Other taxation and social security	2,052	1,789
Other creditors	969	459
Accruals and deferred income	57,482	98,544
	62,054	237,016
	2021 £	2020 £
Deferred income at 1 January 2021	75,699	161,513
Resources deferred during the year	52,575	75,699
Amounts released from previous periods	(75,699)	(161,513)
	52,575	75,699

Deferred income as at 31 December 2021 comprised membership fees received in advance and advance receipts for the sale of t-shirts.

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16. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £2,018 (2020 - £2,064). Contributions totalling £459 (2020 - £459) were payable to the fund at the balance sheet date and are included in creditors.

17. Operating lease commitments

At 31 December 2021 the company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Within 1 year	1,966	1,966
Between 1 and 5 years	2,972	3,500
	<u>4,938</u>	<u>5,466</u>

18. Related party transactions

Although there is no formal control arrangement with Fung Loy Kok Institute of Taoism, FLK is considered to be a related party by virtue of the mutual relationships between the two organisations.

The loan balance of £133,946 owing to Fung Loy Kok Institute of Taoism was paid during the year. There is no loan balance at the year end (2020 - £133,946).

Included within tangible fixed assets was 'other property' which relates to property improvements at Marionville Road in Edinburgh. The Society occupied this property by virtue of an agreement with Fung Loy Kok Institute of Taoism, the property owners. This was sold during the year. See note 13 for further details.

There were no further related party transactions in the year.

19. Post balance sheet events

As described in note 12, the property in Maldon Essex has been sold by the Society since the year end.