



Report & Unaudited Financial Statements

For the year ended 31 December 2023

**Shaolin Temple UK
China Cultural Fund**

Charity Registration No. 1057407

Shaolin Temple UK China Cultural Fund

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Shaolin Temple UK China Cultural Fund
Charity Information

| | | |
|------------------------|--|----------|
| Registered Charity No: | 1057407 | |
| Principal address | 207A Junction Road London N19 5QA | |
| Trustees | Mr. Yanzi Shi Mrs. Peixin Guan Mr. Milan Kapetan Mr. Akindele Akinsiku | Chairman |
| Bankers | Nat West Bank Plc Wood Green 14 The Broadway London N22 6DS | |
| Independent Accountant | Man & Co Chartered Accountants 114 Hamlet Court Road Westcliff-on-sea Essex SS0 7LP | |

Shaolin Temple UK China Cultural Fund

Trustees' annual report for the year ended 31 December 2023

The Trustees of China Cultural Fund with the working name Shaolin Temple UK present their report and unaudited financial statements for the year ended 31 December 2023.

Structure, governance and management

China Cultural Fund is a charity whose charity registration number is 1057407. The Charity has a board of Trustees, currently five (5) who are responsible for controlling the work, management and the administration of the charity for its beneficiaries.

Selection of Trustees

Any individual can become a trustee of China Cultural Fund, if prepared to offer their time free to attend board meetings and help in the management and controlling of the charity.

To be a trustee, that individual must be nominated by any current trustee and must show that they have some knowledge of management and or a skill that will benefit the charity. New Trustees are introduced at a General Meeting, and provided with the necessary background papers and briefings.

Responsibilities of the trustees

Charity 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 China Cultural Fund and of its income and expenditure for the financial year. In preparing financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the principles and methods of the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation;
- state whether applicable accounting standards and statements of recommended practice has been followed,
- subject to any departures disclosed and explained in the accounts.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of China Cultural Fund 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 China Cultural Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Public benefit

The Trustees have complied with their duty as per the Charities Act 2011 to have due regard to Public Benefit guidance published by the Charity Commission.

The Charity advances the Chinese culture of martial arts for the public benefit by serving London and elsewhere through the education in Chinese philosophy, religion, history, culture and by providing and assisting the provision of facilities for the recreation of leisure time occupation of the public.

Shaolin Temple UK China Cultural Fund

Trustees' annual report for the year ended 31 December 2023 (continued)

Risk management

The Trustees have a risk management strategy which comprises;

- An annual review of the risks China Cultural Funds may face;
- The establishment of systems and procedures to mitigate those risk identified in a risk register;
- The implementation of procedures designed to minimise any potential impact on China Cultural Fund should these risks materialise.

The trustees aim to review a section of the Risk Register at each of its meetings.

Risk is considered under the following 8 headings:

- 1) Governance risks, associated with the lack of strategic direction of distinctive ethos.
- 2) External risks
- 3) Personnel risks
- 4) Personnel risks
- 5) Financial risks
- 6) Operational risks

Review of activity and future plans

2023 can be characterised by continuing transition and consolidation.

The challenges in 2023 for the charity was;

1. The other was to continue to build on the membership of the charity to enable its survival. Following the pandemic, the cost-of-living crisis has hit the charity hard. Worship and meditation has become paramount in the eyes of the community.

We continue to strive to build this community base charity. We will continue to offer the recreational activities to the public.

Future plans, to continue to grow the membership of the charity. To build lasting relationship and to help Londoners to fulfil their potential in whatever they are doing. The charity plans to look at other venues to promote martial arts.

The covid-19 pandemic has made us change our priority. The charity had to close its doors for more than 6 months, but has use multimedia platforms to continue its programme of training.

The trustee have considered the impact of the pandemic and are monitoring its effect on the charity.

Signed on behalf of the board

Yanzi Shi
Chairman



1st October 2024

Shaolin Temple UK China Cultural Fund

Independent Examiner's report to the trustee of China Cultural Fund

Opinion

We have examined the financial statements of China Cultural Fund (the 'charity') for the year ended 31 December 2023 which comprise of the statement of financial activities, the balance sheet, and notes to the financial statements. Including a summary of significant accounting policies.

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2023 and of 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 examination in accordance with the applicable law. Our responsibilities under these standards are further described in the Examiner's responsibilities for the financial statements section of our report. We are Independent of the charity in accordance with the ethical requirements that are relevant to our examination 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 examined evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are satisfied that the accounts of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination. We report to the trustees in respect of our examination of the charity's accounts as carried out under section 145 of the Charities Act 2011. In carrying out our examination we have followed the directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustee's Report has been prepared in accordance with applicable legal requirements.

Responsibilities of Trustees

The trustees 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 trustee are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Shaolin Temple UK China Cultural Fund

Independent Examiner's report to the trustee of China Cultural Fund (continued)

Examiners responsibilities

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an examiner's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an examination conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Signed:



**Victor Man FCA
Man & Co
Chartered Accountants
114 Hamlet Court Road
Westcliff on Sea
Essex
SS0 7LP
Date: 01.10.2024**

Shaolin Temple UK China Cultural Fund

Statement of financial activities for the year ended 31 December 2023

| | Notes | Unrestricted £ | Restricted £ | 2023 Total £ | 2022 Total £ |
|---------------------------------|-------|-------------------|-----------------|--------------------|--------------------|
| Income | | | | | |
| Donations and legacies | 2 | 19,161 | | 19,161 | 5,957 |
| Investment Income | | | | | - |
| Other Income | 3 | 90,031 | | 90,031 | 125,531 |
| Total Income | | 109,192 | | 109,192 | 131,488 |
| Expenditure | | | | | |
| Cost of Raising Funds | 4 | 6,791 | | 6,791 | 10,985 |
| Charitable activities | 5 | 93,922 | | 93,922 | 131,916 |
| Total Expenditure | | 100,713 | | 100,713 | 142,901 |
| Operating Surplus/(Deficit) | | 8,479 | | 8,479 | (11,413) |
| Net gains on investments | | | | | - |
| Net Income/(Expenditure) | | 8,479 | | 8,479 | (11,413) |
| Net Movement | | | | | |
| Reconciliation of Funds | | | | | |
| Total funds brought forward | 11,12 | 12,768 | | 12,768 | 24,181 |
| Total funds carried forward | 13 | 21,247 | | 21,247 | 12,768 |
| | | ===== | ===== | ===== | ===== |

The Charity statement of financial activities includes all recognised gains or losses in the year

Shaolin Temple UK China Cultural Fund
Balance sheet at 31 December 2023

| | Notes | 2023 | | 2022 | |
|--|-------|---------------|----------------------|---------------|----------------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible fixed assets | 7 | 9,648 | | 14,362 | |
| Investments | | <u>-</u> | | <u>-</u> | |
| | | | 9,648 | | 14,362 |
| Current assets | | | | | |
| Stock | 8 | 3,882 | | 3,582 | |
| Debtors | 9 | - | | - | |
| Cash at bank & in hand | | <u>21,570</u> | | <u>10,566</u> | |
| | | 25,452 | | 14,148 | |
| Creditors - Amounts falling due after one year | 10 | (13,853) | | (15,742) | |
| Net current Assets | | | <u>11,599</u> | | <u>(1,594)</u> |
| Total assets less current liabilities | | | <u><u>21,247</u></u> | | <u><u>12,768</u></u> |
| Funds | | | | | |
| Restricted | 11 | | 1,875 | | 1,875 |
| Unrestricted | 12 | | <u>19,372</u> | | <u>10,893</u> |
| | | | <u><u>21,247</u></u> | | <u><u>12,768</u></u> |

Approved by the Trustees on 1st October 2024
and signed on their behalf by:



Y Shi
Trustee

Shaolin Temple UK China Cultural Fund
Notes to the financial statements
for the year ended 31 December 2023

1 China Cultural Fund is a charity registered with the charity commission (Charity No. 1057407). The registered address is 207A Junction Road, London N19 5QA.

1.1 Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial Statement are as follows:

1.2 Basis of accounting

The financial statements have been prepared in accordance with 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 (FRS102) (effective 1 January, 2015) – (Charities SORP (FRS102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

China Cultural Fund meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

1.3 Going Concern

The trustee have prepared the financial statement on a going concern basis. The trustees have carefully considered the budget for the 12 months from the date of signing and believe that China Cultural Fund has sufficient funds to meet their liabilities as they fall due.

1.4 Income

Income is recognised when the charity has entitlement to the funds and it is probable that the funds will be received and the amount can be measured and is not deferred. Interest receivable is dealt with on an accruals basis. Investment income is dealt with on an accruals basis.

1.5 Unrestricted funds

These are funds which can be used in accordance with the charity's objects at the discretion of the trustees.

1.6 Restricted funds

These are funds which can only be used for particular restricted purposes within the objects of the charity. Restrictions may arise when specified by the donor or when funds are raised for particular restricted purposes.

1.7 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party. It is probable that settlement will be required and the amount of the obligation can be reliably measured. Cost of raising funds – This comprises all costs incurred in attracting voluntary income. Costs of charitable activities – This comprises all costs directly related to the objectives of China Cultural Fund.

Shaolin Temple UK China Cultural Fund
Notes to the financial statements
for the year ended 31 December 2023 (Continued)

1 Accounting policies (continued)

1.8 Depreciation

Material individual fixed assets are capitalised at cost. Depreciation is calculated to write off the cost of fixed assets in use at the balance sheet date on the basis described in note 10.

Depreciation and surpluses or losses on the disposal of fixed assets used for charitable purposes are reflected in the Statement of Financial Activities before stating net income before transfers. The charity adopts a policy of revaluation for its properties. Further detail is provided in note 10.

1.9 Investments

Investments are stated at market value on the last day of business in the accounting period. Gains and losses on the disposal of investments together with unrealised gains or losses on the annual revaluation are disclosed in aggregate in the Statement of Financial Activities.

1.11 Operating leases

Rentals applicable to operating leases where the benefits and risks of ownership remain substantially with the lessor are charged to the Statement of Financial Activities as incurred over the term of the lease.

1.12 Stock

Stock is included at the lower of the cost or net value. Donated items of stock are recognised at fair value.

1.13 Critical Accounting Judgements and Estimation Uncertainty

The directors evaluate estimates and judgements incorporated into the financial statements. Estimates are based on historical information, assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the charity;

1.14 Charitable Activity

The charitable activity are calculated by removing the costs which relates to the cost of raising funds (Note 4).

Shaolin Temple UK China Cultural Fund
Notes to the financial statements
for the year ended 31 December 2023 (Continued)

2 Donations & legacies

| | Unrestricted | Restricted | 2023 Total | 2022 Total |
|-----------|---------------|------------|---------------|---------------|
| | £ | £ | £ | £ |
| Donations | 19,161 | - | 19,161 | 5,957 |
| Legacies | - | - | - | - |
| | <u>19,161</u> | <u>-</u> | <u>19,161</u> | <u>5,957</u> |

3 Other Income

| | Unrestricted | Restricted | 2023 Total | 2022 Total |
|-------------------|---------------|------------|---------------|----------------|
| | £ | £ | £ | £ |
| Membership | 79,832 | - | 79,832 | 117,029 |
| Goods Sales | 10,199 | - | 10,199 | 8,502 |
| Government Grants | - | - | - | - |
| Others | - | - | - | - |
| | <u>90,031</u> | <u>-</u> | <u>90,031</u> | <u>125,531</u> |

4 Costs of raising funds

| | Unrestricted | Restricted | 2023 Total | 2022 Total |
|---------------------------|--------------|------------|---------------|---------------|
| | £ | £ | £ | £ |
| Fundraising Trading Costs | 6,791 | - | 6,791 | 10,985 |
| | <u>6,791</u> | <u>-</u> | <u>6,791</u> | <u>10,985</u> |

5 Charitable activities

| | Unrestricted | Restricted | 2023 Total | 2022 Total |
|----------------------|---------------|------------|---------------|----------------|
| | £ | £ | £ | £ |
| Employee Costs | 28,463 | - | 28,463 | 30,759 |
| Motor & Travel | 4,302 | - | 4,302 | 1,820 |
| Premises | 32,985 | - | 32,985 | 32,090 |
| General Admin | 20,700 | - | 20,700 | 40,931 |
| Legal & Professional | 2,758 | - | 2,758 | 21,602 |
| Depreciation | 4,714 | - | 4,714 | 4,714 |
| | <u>93,922</u> | <u>-</u> | <u>93,922</u> | <u>131,916</u> |

Shaolin Temple UK China Cultural Fund
Notes to the financial statements
for the year ended 31 December 2023 (Continued)

6 Staff costs

| | 2023 Total £ | 2022 Total £ |
|--|--------------------|--------------------|
| Salaries | 26,437 | 30,228 |
| Social security costs | 2,026 | 531 |
| | <u>28,463</u> | <u>30,759</u> |
| No employee was paid at a rate of £ 60,000 or above. | | |

7 Fixed assets

| | Furniture and equipment £ | Total £ |
|---------------------|---------------------------------|---------------|
| Cost or valuation | | |
| At 1 January 2023 | 23,569 | 23,569 |
| Additions | - | 23,569 |
| At 31 December 2023 | <u>23,569</u> | <u>47,138</u> |
| Depreciation | | |
| At 1 January 2023 | 9,207 | 9,207 |
| Charge for the year | 4,714 | 4,714 |
| At 31 December 2023 | <u>13,921</u> | <u>13,921</u> |
| Net book value | | |
| At 31 December 2023 | <u>9,648</u> | <u>9,648</u> |
| At 31 December 2022 | <u>14,362</u> | <u>14,362</u> |

8 Stocks

| | 2023 Total £ | 2022 Total £ |
|----------------|--------------------|--------------------|
| Finished Goods | 3,882 | 3,582 |
| | <u>3,882</u> | <u>3,582</u> |

Shaolin Temple UK China Cultural Fund
Notes to the financial statements
for the year ended 31 December 2023 (Continued)

9 Debtors

| | 2023 | 2022 |
|------------------------------|--------------|--------------|
| | Total | Total |
| | £ | £ |
| Prepayments & Accrued income | - | - |
| Other debtors | - | - |
| | <u>-</u> | <u>-</u> |
| | <u>-</u> | <u>-</u> |

10 Creditors

| | 2023 | 2022 |
|----------------------------|---------------|---------------|
| | Total | Total |
| | £ | £ |
| Other Creditors(Bank Loan) | 10,709 | 15,742 |
| Net Wages Payables | 3,144 | - |
| | <u>13,853</u> | <u>15,742</u> |
| | <u>13,853</u> | <u>15,742</u> |

11 Restricted funds

| | 2023 | 2022 |
|-------------------------|--------------|--------------|
| | Total | Total |
| | £ | £ |
| Funds at 1 January | 1,875 | 1,875 |
| Income | - | - |
| Expenditure | - | - |
| Loss on investment | - | - |
| Transfers between funds | - | - |
| | <u>1,875</u> | <u>1,875</u> |
| | <u>1,875</u> | <u>1,875</u> |

12 Unrestricted funds

| | 2023 | 2022 |
|-------------------------|---------------|---------------|
| | Total | Total |
| | £ | £ |
| Funds at 1 January | 10,893 | 22,306 |
| Income | 148,042 | 131,488 |
| Expenditure | (139,563) | (142,901) |
| Loss on investment | - | - |
| Transfers between funds | - | - |
| | <u>19,372</u> | <u>10,893</u> |
| | <u>19,372</u> | <u>10,893</u> |

Shaolin Temple UK China Cultural Fund
Notes to the financial statements
for the year ended 31 December 2023 (Continued)

13 Allocation of net assets between funds

| | Unrestricted | Restricted | 2023 Total | 2022 Total |
|----------------------------|--------------|------------|---------------|---------------|
| | £ | £ | £ | £ |
| Tangible fixed assets | | | 9,648 | 14,362 |
| Investments | | | - | - |
| Net current assets | | | (11,599) | 1,594 |
| Total funds at 31 December | | | <u>21,247</u> | <u>12,768</u> |

14 Other Financial Commitments

| | 2023 Total | 2022 Total |
|--------------------------|---------------|---------------|
| | £ | £ |
| Operating Leases | - | - |
| Expires within 2-5 years | - | - |
| | <u>-</u> | <u>-</u> |

15 Related Party Transactions

No Trustees and senior staff were Trustees of any other organisations who are associated with China Cultural.