

CHARITY REGISTRATION NUMBER: 1079844

Lelung Dharma Trust

**Trustees Report
and
Unaudited Financial Statements
31 December 2022**

Lelung Dharma Trust
Trustees Report and Unaudited Financial Statements
Year Ended 31 December 2022

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Lelung Dharma Trust
Trustees' Annual Report
Year Ended 31 December 2022

The Trustees have pleasure in presenting their Annual Report and Unaudited Financial Statements for the year ended 31 December 2022. The financial statements have been prepared in accordance with the accounting policies set out in note 1 of the accounts. They comply with the Trust's governing document, the Charities Act 2011, and the Accounting and Reporting by Charities: Statement of Recommended ("SORP"), applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

Reference and administrative details

Charity registration number	1079844
Governing document	Trust Deed and Supplemental Trust Deed
Principal address and registered office	Peace House Parkside Way North Harrow Middlesex HA2 6BX
Trustees	Lelung Tulku Tessa Heron Constance Dusek Maureen Pugsley
Honorary Advisors	Angela Lewis Maureen Elliott
Independent Examiner	Trevor James FCA DChA FCIE Dormer Cottage West Broyle Chichester West Sussex PO19 3PR
Bankers	NatWest Bank 118 Field End Road Eastcote Pinner Middlesex HA5 1RP HSBC Bank 177 Field End Road Eastcote Middlesex HA5 1QS Barclays Bank Leicester Leicestershire LE87 2BB
Email address	lelungdt@gmail.com
Website	www.lelung.org

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Structure, Governance and Management

Charity Status

Lelung Dharma Trust ("The Trust") is governed by a Trust Deed sealed on 6 January 2000 and a Supplemental Trust Deed dated 24 February 2000 and 30 July 2002. The Trust was registered with the Charity Commission for England and Wales on 15 March 2000. The Trustees confirm that the Financial Statements comply with current statutory requirements and the Trust's governing document.

Recruitment, Appointment and Training of Trustees

Trustees are recruited in accordance with the Trust Deed from known supporters of the Trust who share its aims and aspirations and who are believed to be able to bring a breadth and depth of experience and skills to the trustee body. On appointment Trustees are provided with full information concerning the Trust and are directed to appropriate Charity Commission publications and to the Charity Governance Code. All Trustees take seriously their obligations to maintain their knowledge. The rotation of trustees and, if necessary, disqualification are carried out in accordance with the Trust Deed.

Management

As a small charity the Trustees of The Lelung Dharma Trust are directly involved with its day to day management and activities. Lelung Tulku, a Trustee, is the Spiritual Director and founder of the Charity.

The Trustees hold regular meetings, most of which are online, and decisions regarding the running of the Trust are discussed and agreed at these meetings. These discussions include Lelung Rinpoche's travels while searching for ancient texts and his plans for future research and the organisation of teachings in order to preserve them for posterity.

Future plans and projects are discussed, as well as the running of the Trust's shop and Centres.

The administration and bookkeeping are done on a voluntary basis.

Lelung Tulku received £14,400 (2021 £14,400) from the Trust during the year towards his living expenses. Apart from this no Trustee received any payments or benefits for their work for the Trust.

Risk Management

The Trustees have identified the major risks to which they believe the Trust is exposed. Where appropriate, systems have been established to minimise those risks. Procedures are in place to ensure compliance with health and safety requirements.

Governance

In line with the teachings of Tibetan Buddhism the Trustees believe that corruption, bribery and unfair actions hamper development and impede progress and insist on integrity in all aspects of the Trust's activities and they endeavour at all times to apply the Charity Governance Code and the Nolan principles (selflessness, integrity, objectivity, accountability, openness, honesty and leadership).

The Trust has received regulatory guidance from the Charity Commission and has put in place an action plan to address the matters identified.

Objectives and activities

The main objectives of the Trust, as expressed in its Trust Deed are:

- The advancement of public education in the culture and way of life of Tibetan people and the subject of Tibetan Buddhism.

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- The advancement of the Buddhist faith through meditation and religious observance and through provision of financial support to Buddhist monks, nuns and other members, in particular, but not exclusively of the Drepung Monastery in Southern India.
- The relief of poverty, sickness, and distress and the advancement of education of people in Tibet and elsewhere.

Area of benefit: Tibet and elsewhere.

Area of Operation: England, Wales and Worldwide

Classification:

What: Education/Training, Medical/Health/Sickness, Relief of Poverty, Overseas Aid/Famine Relief, Religious Activities.

Who: Children/Young People, Elderly, People of a Particular Ethnic or racial origin, General Public/Mankind.

How: Makes grants to individuals (including loans), makes grants to organisations (including schools, charities etc), provides advocacy/advice/information.

Public benefit

In shaping the Trust's objectives and planning its activities the Trustees have paid due regard to the Charity Commission's guidance on public benefit and have complied with section 4 of the Charities Act 2011.

Activities of the Trust during 2022

Lelung Dharma Centre Charity Shop in Pinner

The Lelung Dharma Centre Charity Shop is now in its thirteenth year of existence in Eastcote and it continues to be well supported and busy with a reliable staff of volunteers. The local community continue to donate clothes, bric a brac etc regularly and in addition, the shop sells a small amount of new goods. The profits from the sale of donated items as well as donations and direct debits from students continues to increase steadily.

The surplus profit from the Charity Shop is allocated to a number of projects under the care of the Lelung Dharma Trust and these projects are primarily designed to assist disadvantaged Tibetans living in exile or within Tibet and the preservation of the Tibetan culture and more.

Work has continued at the back of the shop, installing lanterns in the roof, replacing flooring and adding insulation. A disabled toilet has now been installed and, also, a new kitchen area for the shop volunteers. The shop remained open during these renovations.

The Trust has continued to collect and send good clothing from the charity shop to India for needy people and this is clearly very useful and well received. In March the Trust received video footage of the clothes and shoes being distributed in Bihar by the local Tibetan temple. Throughout the year clothes have been sent to India approximately every two months, to both south and north India and there is a great deal of excitement when they are received.

For many years now the Lelung Dharma Centre has been facilitating young people who are on the Duke of Edinburgh award scheme. They help out in the shop, usually on Saturday mornings, as part of their volunteer charity work. This is a valuable experience for them and an enjoyable one.

Lelung Dharma Trust

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Lelung Rinpoche

Many people continue to request a one to one audience with Lelung Tulku, the Spiritual Director of the Trust, to discuss problems and ask for advice or prayers, sometimes for themselves and sometimes for loved ones who are sick or who have passed away. This can now also be done online.

Early in 2022, the Sangye Yoga School in London invited Lelung Rinpoche to their Centre and he gave a talk on Innate Mind and Physical Health and led a short meditation.

In October Lelung Rinpoche travelled to India to attend the final set of four sets of teachings which the Trust partly sponsored.

Whilst there, he was able to visit some of the villages as they were receiving the clothing from the Trust and help with the distribution.

Peace House

The Centre in Harrow, Peace House, continues to be an asset to the community in facilitating those who are interested in learning more about Buddhist philosophy or simply finding strategies to deal with increasingly stressful lives.

Through interfaith dialogue, contemplative practices and community projects, the Trust hopes that this first Shide Peace Centre, called Peace House, will be a beacon of peace for London and elsewhere.

The intention is to host interfaith events once a month and to invite leaders from all religions and faith groups to take part, in order to make peace a more attainable reality.

Peace House is now open for Monday evening talks and meditation once again following restrictions during the pandemic.

In March, The Tibetan New Year was celebrated at Peace House with prayers and offerings and a traditional Losar breakfast. Prayers were said for Ukraine and for world peace. This event was open to all.

In June, Geshe Lobsang Dakpa arrived in the UK for four months. He kindly gave a series of weekly talks at Peace House. The subject was A Guide to the Bodhisattva Way of Life. These were very important talks and were very well attended.

The Trust also had a visit in September from the Lelung monk, Geshe Tenzin Samdup. He led the Monday meditation sessions whilst Lelung Rinpoche was away and also helped at the charity shop.

The Lelung Dharma Trust invited Professor Geshe Beri Jingme to the UK and, in December, he began a series of weekly talks at Peace House called a Narrative Account and Benefits of Twenty One Arya Taras, which was translated into English by Tsepak Rigzin.

School visits to Peace House have continued throughout 2022 and over 1,000 children have now visited the centre. During these visits Lelung Rinpoche talks to the children about Buddhism, interfaith ideology and how to lead a happy life, and then leads a short meditation. The children are able to see the artefacts which are on display at Peace house.

The plans for the extension of Peace House have encountered several complications requiring a great deal of extra work and time, but these have been worked through steadily and planning consent has now been granted.

Tibetan Peace Garden

In May the Lelung Dharma Trust organised a day of celebration in the Tibetan Peace Garden in Southwark for the 23rd anniversary of its opening by His Holiness the Dalai Lama. This was the first event held at the Peace Garden since the Trust had taken over responsibility for it and it was mainly for the promotion of Peace and Cultural Diversity. There were interfaith prayers and music for world peace. Many faith leaders

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attended this event, made speeches and offered their prayers for peace. It was a very successful and enjoyable day.

His Holiness the Dalai Lama sent a message of support and approval for this event.

SHIDE

Lelung Rinpoche has continued to garner support for his Shide project. The plan is to build a World Peace Centre which would incorporate a Buddhist study centre, monastery, dormitories for retreats etc. and also a Stupa. This space will be available for all faiths and denominations to use for meetings, prayer, conferences and functions and also, for discussions on global peace. It will be an interfaith space which is available to everyone where there can be interfaith conferences on how to achieve world peace and also peace in our communities. This project has the approval of His Holiness the Dalai Lama.

The Lelung Literature Preservation Centre, Dharamshala, India

This work of the Lelung Literature Preservation Centre continues to be supported by the Lelung Dharma Trust and has become recognised as an important centre for the preservation of historical works, including some of the earliest of Buddha's teachings carved onto wooden blocks, which would otherwise become lost forever.

Joanna Lumley is Patron to the Trust, specifically for the translation of the 5th Lelung volumes which are currently being printed in Tibetan.

Support of Tibetan Monks at Drepung Monastery, India

The sponsorship programme for the Lelung monks based in Drepung monastery, South India continues to be well supported.

The house at the monastery in Drepung, which was given to Lelung Rinpoche as a young monk by His Holiness the Dalai Lama, is now occupied by Lelung monks. The house is in severe need of renovation as it is starting to collapse and has become dangerous. The Trustees agreed to send £20,000 to India to help rebuild these quarters so that the monks can continue to use them.

The G. P. B. Preservation Centre, based in Dharamshala, India

The Geden Phacho Bhuchho Preservation Centre is also supported by the Lelung Dharma Trust and has become well known as an important source of information for Buddhist teachers (Lamas) and practitioners.

The G.P.B. Preservation Centre arranges a number of important oral teachings which take place in a number of major monasteries in India. An integral part of the Buddhist tradition is to pass teachings orally to the monastic community. It is essential for the preservation of Tibetan texts and their essence for these teachings to be passed on orally and will therefore safeguard the ancient Tibetan culture for future generations. This tradition of passing teachings down orally is a protective seal, preserving the teachings in their original form in an unbroken lineage. His Holiness the Dalai Lama has endorsed the preservation work being undertaken by Lelung Tulku.

The office in Dharamshala employs three Tibetan scholars who once worked for The Library of Tibetan Works and Archives in Dharamshala, an invaluable resource founded by the Dalai Lama in 1971.

Lama Zopa Rinpoche has a close connection with Lelung Rinpoche and he considers the work that Lelung Rinpoche is undertaking, especially under Geden Phacho Bhuchho, as very important for the preservation of Mahayana Dharma.

Lama Zopa Rinpoche has also committed to sponsor the salary of two Geshes for two years. These Geshes are undertaking an extremely important task under GPBPC. They are researching the Senyigs (List of

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Hearing Texts) by different masters in order to find existing rare empowerments, oral transmissions, personal instructions and then to find the living masters who hold these lineages.

They will also search for the texts if they are not commonly available. If the texts are not in common font (Ume), then they will transcribe the texts into the common font (Uchan). Once all this has been completed then the GPBPC office will organize teachings in order to pass on the lineages to the younger generation. Also, if there are very rare texts, they will organize the publishing of these in order to make them more widely available.

In addition, the Geshes will add more information to the current index (created by the GPBPC) which holds information on the texts, authors, oral transmissions, personal instructions, who possesses the empowerments, whether those teaching lineages are still alive or extinct and also a list of the names in the teaching lineage.

Lama Zopa Rinpoche has been offering support, when possible, to the important undertakings of Lelung Rinpoche, which preserve Lama Tsongkhapa's lineage for future generations, and are vital for the continuation of the Buddha Dharma in an unbroken form.

The Geden Phacho Bhuchho project were one of four sponsors who helped pay for the last season of teachings in October.

Projects

The Trust received a donation of £10,000 which was specifically intended for the support of Tibetan culture so the Trustees agreed that some of this amount should be used to pay for an extension to the kitchen of a Tibetan Prayer Hall in Dehradun. Monks and lay people of all ages gather once a month to pray at this prayer hall and a community has developed there.

Also, in Mundgod, there is a lake which monks and lay people walk around in the evenings for exercise and the Trust agreed to use some of this donation to help them create a path around the lake to make it a more pleasant experience.

Financial Review

During the year the Trust received income totalling £128,127 (2021:£236,139) of which £4,254 (2021:£64,559) was restricted. Expenditure totalled £154,659 (2021:£261,832). The net income deficit for the year was £26,532 (2021:£25,693). Total funds at the year end were £1,769,089 (2021:£1,795,621) of which unrestricted funds were £1,745,287 (2021:£106,770) and restricted funds were £23,802 (2021:£1,688,851). The material change in the balances was a direct result of the reclassification of the property fund as unrestricted. The Trust's activities are funded mainly by unrestricted donations from individuals.

Investment policy

Funds not required for current needs may be invested in investments of any kind at the absolute discretion of the Trustees.

Volunteers

The Trust benefits greatly from the work of more than 30 volunteers. The Trustees are truly grateful for all they do.

Reporting serious incidents

In line with the Charity Commission's guidance on reporting serious incidents, the Trustees declare that during the year there were no serious incidents that they have failed to bring to the Commission's attention.

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Safeguarding

The Trust realising the importance of safeguarding will be developing its safeguarding policy.

Fundraising

The Trust receives unrestricted, designated and restricted gifts and donations from supporters.

In the previous year in response to increasing requests for support for Tibetan Communities, especially in India, the Trust launched an appeal to raise funds to meet the need. The Trust's priority became supporting the education and welfare needs of Tibetan School children and university students. Sponsorship schemes encourage regular support for School children (£15 per month - £180 per annum), Monks and Nuns (£15 per month - £180 per annum) Elderly (£10 per month - £120 per annum) and University students (£500 per annum).

The Trust does not use fundraisers.

Reserves Policy

The Trustees' reserves policy is to ensure they hold sufficient free reserves to meet the Trust's day to day running costs for the following 12 months, which are estimated to be £80,000 (2021:£60,00). At 31 December 2022 free reserves stood at £193,292 (2021: £106,770).

Plans for future periods

The Trust intends to continue its full activities without change and to enhance these by extending Peace House.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 Trust and of the incoming resources and application of resources of the Trust for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SOPR;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue in operation.

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Trustees' Annual Report
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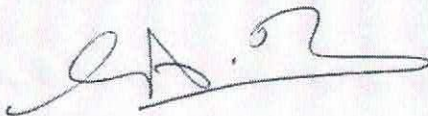
The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the Trust's transactions and disclose with reasonable accuracy at any time the financial position of the Trust and enable them to ensure that the Financial Statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are also responsible for the maintenance and integrity of any financial information included in the Trust's website.

Independent examiner

Trevor James FCA DChA FCIE was appointed as the Trust's Independent Examiner on 7 December 2022.

The Trustees' Annual Report was approved by the Trustees on 19/8/23 and signed on their behalf by:



M A Pugsley

Trustee

Lelung Dharma Trust

Independent examiner's report to the trustees of Lelung Dharma Trust

Year Ended 31 December 2022

I report to the Charity's Trustees on my examination of the accounts of Lelung Dharma Trust for the year ended 31 December 2022.

This report is made solely to the Trustees of Lelung Dharma Trust, as a body, in accordance with the Charities Act 2011 ("the Act").

Responsibilities and basis of report

As the charity trustees of Lelung Dharma Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Act. You consider that the audit requirements of the Act do not apply and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Act;
- follow the procedures laid down in the general directions given by the Charity Commission under section 144 (2) of the Act; and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

I have completed my examination. I confirm that, subject the qualifications below, no material matters have come to my attention in connection with my examination giving me cause to believe that in any material respect:

1. the accounting records were not kept in accordance with section 130 of the Act; or
2. the accounts do not accord with the accounting records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Report) Regulations 2008 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.

In my report on your accounts for the year ended 31 December 2021 I stated that although I had found no evidence of intentional malpractice or defalcation in my opinion:

- your financial controls needed to be improved
- you needed to ensure that related party transactions are authorised
- conflicts of interest needed to be regularised

Lelung Dharma Trust

Independent examiner's report to the trustees of Lelung Dharma Trust

Year Ended 31 December 2022

- trustees should avoid using personal credit cards and accounts for charity activities unless there is no alternative and in cases where they are used appropriate authorisation should be recorded
- financial and other records needed to be improved
- the recording of restricted income and expenditure from that income needed greater clarity.

Your record keeping improved during 2022 but still requires further improvement.

This report is made solely to the Charity's Trustees, as a body, in accordance with part 4 of the Charities Act (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am 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 Charity and its Trustees as a body, for my work or this report.



Trevor James FCA DChA FCIE

Dormer Cottage
Old Broyle Road
West Broyle
Chichester
West Sussex
PO19 3PR

25 October 2023

Lelung Dharma Trust
Statement of Financial Activities
Year Ended 31 December 2022

	Note	Unrestricted funds £	Restricted funds £	Total Funds 2022	Total Funds 2021 £
Income and endowments from					
Donations and grants	4	74,393	4,254	78,647	198,640
Trading activities	5	49,320	0	49,320	37,459
Other income – bank interest	6	160	0	160	40
Total income		<u>123,873</u>	<u>4,254</u>	<u>128,127</u>	<u>236,139</u>
Expenditure					
Raising funds	7	1,027	0	1,027	1,217
Expenditure on charitable activities	8	80,366	73,266	153,632	260,615
Total expenditure		<u>81,393</u>	<u>73,266</u>	<u>154,659</u>	<u>261,832</u>
Net income/(expenditure)		42,480	(69,012)	(26,532)	(25,693)
Transfers between funds		1,596,037	(1,596,037)	0	0
Net movement in funds		1,638,517	(1,665,049)	(26,532)	(25,693)
Reconciliation of funds					
Total funds brought forward		106,770	1,688,851	1,795,621	1,821,314
Total funds carried forward		<u>1,745,287</u>	<u>23,802</u>	<u>1,769,089</u>	<u>1,795,621</u>

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

All income and expenditure derive from continuing activities.

The notes on pages 14 to 20 form part of these financial statements

Lelung Dharma Trust

Balance Sheet

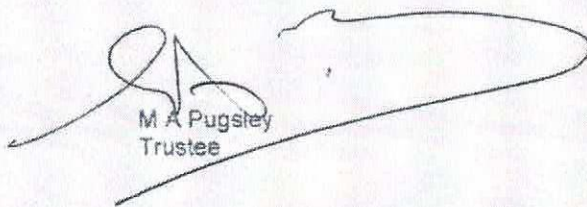
31 December 2022

		2022 £	2021 £
Fixed assets			
Tangible assets	13	1,551,995	1,588,181
Current assets			
Stocks	14	3,494	2,984
Debtors	15	4,741	0
Cash at bank and in hand		211,959	225,956
		<u>220,194</u>	<u>228,940</u>
Creditors: amounts falling due within one year	16	3,100	21,500
Net current assets		<u>217,094</u>	<u>207,440</u>
Total assets less current liabilities		1,769,089	1,795,621
Creditors: amounts falling due after more than one year		0	0
Net assets		<u>1,769,089</u>	<u>1,795,621</u>
Funds of the charity			
Restricted funds		23,802	1,688,851
Unrestricted funds			
Designated property fund		1,551,995	0
Operating fund		193,292	106,770
Total charity funds	17	<u>1,769,089</u>	<u>1,795,621</u>

These financial statements were approved by the trustees and authorised for issue on

19/8/23

and are signed on their behalf by:


M A Pugsley
Trustee

Lelung Dharma Trust
Cash Flow Statement
31 December 2022

		2022	2021
		£	£
Cash flows from operating activities			
Net cash provided by operating activities	19	17,870	10,695
Cash flows from investing activities			
Dividends, interest and rents from investments		160	40
Purchase of fixed assets		(32,027)	(379,531)
Net cash provided by/(used in) investing activities		(31,867)	(379,491)
Change in cash and cash equivalents in the year		(13,997)	(368,796)
Cash and cash equivalents at the beginning of the year		225,956	594,752
Cash and cash equivalents at the end of the year		<u>211,959</u>	<u>225,956</u>

Lelung Dharma Trust

Notes to the Financial Statements

31 December 2022

1. General information

Lelung Dharma Trust ("the Charity") is an unincorporated trust registered with the Charity Commission for England and Wales

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) the Charities SORP (FRS 102), and the Charities Act 2011.

Lelung Dharma Trust meets the definition of a public benefit entity under FRS 102.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

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

Going concern

Other than the possible consequences of further Covid-19 lockdowns there are no material uncertainties about the Charity's ability to continue.

Judgements and key sources of estimation uncertainty

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

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the Charity's purposes.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

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

- Income from donations and grants is recognised when there is evidence of entitlement to the funds, receipt is probable, and its amount can be measured reliably.
- Income from sales is recognised at the time of sale.
- Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of trustees or other volunteers.
- Interest on funds held on deposit is included on notification of the interest paid or payable by the bank.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred.

- Expenditure on raising funds includes the costs of all fundraising activities.
- Expenditure on charitable activities includes all costs incurred by the Charity in undertaking activities that further its charitable aims, including those support costs and costs relating to the governance of the Charity apportioned to charitable activities.

Lelung Dharma Trust

Notes to the Financial Statements

31 December 2022

3. Accounting policies (continued)

- Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

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

Operating leases

There are no operating leases. Any lease payments would be recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives would be recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible fixed assets

Tangible fixed assets costing more than £250 are capitalised. They are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

- Freehold property over 20 years on a straight line basis
- Motor vehicle 25% on reducing balance

Stocks

Stocks are stated at the lower of cost and net realisable value. Donated items of stock, held for distribution or resale, are not recorded or valued at the time of donation and are only recorded when sold.

Debtors

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

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.

Creditors and provisions

Creditors and provisions are recognised where the Charity has a present obligation resulting from a past event that will probably result in the 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 after allowing for any trade discounts due.

Financial instruments

A financial asset or a financial liability is recognised only when the Charity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs. Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Taxation

The Charity is exempt from corporation tax on its income to the extent that it is used for charitable purposes.

Lelung Dharma Trust
Notes to the Financial Statements
31 December 2022

4. Donations and grants

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Donations and grants				
Donations and gift aid receivable	74,393	4,254	78,647	141,429
Legacy	0	0	0	39,925
LBH grants (Covid lockdown)	0	0	0	17,286
	<u>74,393</u>	<u>4,254</u>	<u>78,647</u>	<u>198,640</u>
Year ended 31 December 2021	<u>134,081</u>	<u>64,559</u>		

5. Trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Shop sales	<u>49,320</u>	<u>0</u>	<u>49,320</u>	<u>37,459</u>
Year ended 31 December 2021	<u>37,459</u>	<u>0</u>		

6. Other income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Bank interest	<u>160</u>	<u>0</u>	<u>160</u>	<u>40</u>
	<u>160</u>	<u>0</u>	<u>160</u>	<u>40</u>
Year ended 31 December 2021	<u>40</u>	<u>0</u>		

7. Costs of raising funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Shop purchases	<u>1,027</u>	<u>0</u>	<u>1,027</u>	<u>1,217</u>
	<u>1,027</u>	<u>0</u>	<u>1,027</u>	<u>1,217</u>
Year ended 31 December 2021	<u>1,217</u>	<u>0</u>		

Lelung Dharma Trust

Balance Sheet

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8. Expenditure on charitable activities by activity type

	Trust Activities £	Support Costs £	Total Funds 2022 £	Total Funds 2021 £
Living expenses	14,400	0	14,400	14,400
Donations	4,783	0	4,783	1,227
Tsering Passang	8,500	0	8,500	9,520
Donation on behalf of the Tibet Foundation	104	0	104	2,800
GBPR sponsorship	4,004	0	4,004	4,002
Lelung monk's sponsorship	2,004	0	2,004	2,400
Education and other sponsorship	23,020	0	23,020	17,139
Covid sponsorship	5,496	0	5,496	98,373
Transport of goods to India	2,291	0	2,291	2,073
Tibetan cultural event and Losar singer	0	0	0	560
Peace House	0	378	378	5,768
Subscriptions	0	492	492	492
Electricity	0	2,635	2,635	2,834
Rent and rates	0	934	934	13,436
Repairs and renewals	0	4,053	4,053	1,742
Telephone	0	533	533	1,097
Travel	0	3,218	3,218	6,332
Mini bus	0	231	231	1,707
Miscellaneous	0	6,743	6,743	6,428
Independent examination	0	1,600	1,600	1,530
Depreciation	47,635	20,578	68,213	66,755
	<u>112,237</u>	<u>41,395</u>	<u>153,632</u>	<u>260,615</u>
Year ended 31 December 2021	<u>150,421</u>	<u>110,194</u>		

9. Net income

Net income is stated after charging:

	2022 £	2021 £
Depreciation of tangible fixed assets	68,213	66,755
Professional fees – Independent examiner's remuneration	<u>1,600</u>	<u>1,530</u>

10. Independent examiner's remuneration

	2022 £	2021 £
Fees payable for the examination of the financial statements	<u>1,600</u>	<u>1,530</u>

11. Staff costs

Throughout the year the Charity had no employees (2021: no employees).

12. Trustee remuneration and expenses

One trustee, Lelung Tulku, the Spiritual Leader, received a stipend of £14,400 (2021: £14,400). Other than this none of the trustees or persons connected with them received any remuneration, benefits or reimbursement of expenses in the year for work as a trustee (2021: None). Any claim for expenses would be subject to the Charity's normal internal control procedures.

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Notes to the Financial Statements
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13. Tangible fixed assets

	Freehold properties £	Motor vehicles £	Total £
Cost			
At 1 January 2022	1,723,362	3,600	1,726,962
Additions	32,027	0	32,027
At 31 December 2022	1,755,389	3,600	1,758,989
Depreciation			
At 1 January 2022	136,952	1,829	138,781
Charge for the year	67,770	443	68,213
At 31 December 2022	204,722	2,272	206,994
Carrying amount			
At 31 December 2022	1,550,667	1,328	1,551,995
At 31 December 2021	1,586,410	1,771	1,588,181

Freehold property is a building known as Peace House and Dharma Centre which was purchased in 2019 and shop premises purchased in 2021. These purchases were funded through restricted donations received for this purpose. In previous years an amount equal to the depreciation charged in the accounts is written off these restricted funds. A review of the restrictions placed on the funds by the donors has elucidated that once used for the property purchase the restrictions came to an end. Freehold property includes land valued at £400,000. The land is not depreciated.

14. Stocks

	2022 £	2021 £
Stock of goods for re-sale	3,494	2,984

Stocks of stationary and packaging materials are not valued.

15. Debtors

	2022 £	2021 £
Gift Aid tax refundable	4,741	0
Other debtors	0	0
	4,741	0

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals	3,100	1,500
Loan	0	20,000
	3,100	21,500

Lelung Dharma Trust
Notes to the Financial Statements
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17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	1,551,995	0	1,551,995
Current assets	196,292	23,802	220,194
Creditors less than 1 year	(3,100)	(0)	(3,100)
Net assets	1,745,287	23,802	1,769,089

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,771	1,586,410	1,588,181
Current assets	126,499	102,441	228,940
Creditors less than 1 year	(21,500)	(0)	(21,500)
Net assets	106,770	1,688,851	1,795,621

18. Movement in funds

	At 1 January 2022 £	Incoming resources & gains £	Outgoing resources & losses £	Transfers £	At 31 December 2022 £
Restricted funds					
Peace House, Dharma Centre fund	1,225,851	0	(47,192)	(1,178,659)	0
Shop premises fund	463,000	0	(20,578)	(442,422)	0
Covid sponsorship	0	4,254	(5,496)	25,044	23,802
	<u>1,688,851</u>	<u>4,254</u>	<u>(73,266)</u>	<u>(1,596,037)</u>	<u>23,802</u>
Unrestricted funds	<u>106,770</u>	<u>123,873</u>	<u>(81,393)</u>	<u>1,596,037</u>	<u>1,745,289</u>
	<u>1,795,621</u>	<u>128,127</u>	<u>(154,659)</u>	<u>0</u>	<u>1,769,089</u>

	At 1 January 2021 £	Incoming resources & gains £	Outgoing resources & losses £	Transfers £	At 31 December 2021 £
Restricted funds					
Peace House, Dharma Centre fund	1,273,043	0	(47,192)	0	1,225,851
Shop premises fund	481,972	0	(18,972)	0	463,000
Covid sponsorship	0	64,559	(98,373)	33,814	0
	<u>1,755,015</u>	<u>64,559</u>	<u>(164,537)</u>	<u>0</u>	<u>1,688,851</u>
Unrestricted funds	<u>66,299</u>	<u>171,580</u>	<u>(97,295)</u>	<u>(33,814)</u>	<u>106,770</u>
	<u>1,821,314</u>	<u>236,139</u>	<u>(261,832)</u>	<u>0</u>	<u>1,795,621</u>

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Peace House and Dharma Centre fund: The purchase of this building was funded through restricted donations. Each year an amount equal to the depreciation charged in the year is written off from the fund. The fund will be fully written off over the buildings 20 year estimated useful life. A review of the restrictions placed on the fund by the donors has elucidated that once used for the property purchase the restrictions came to an end and therefore the balance of the fund at the year end was transferred to an unrestricted designated property fund.

Shop premises fund: The purchase of this building was funded through restricted donations. Each year an amount equal to the depreciation charged in the year is written off from the fund. The fund will be fully written off over the buildings 20 year estimated useful life. A review of the restrictions placed on the fund by the donors has elucidated that once used for the property purchase the restrictions came to an end and therefore the balance of the fund at the year end was transferred to an unrestricted designated property fund.

19. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2022 £	2021 £
Net income/(expenditure) as per Statement of Financial Activities	(26,532)	(25,693)
Depreciation charges	68,213	66,755
Dividends, interest and rent from investments	(160)	(40)
(Increase)/decrease in stocks	(510)	(447)
(increase)/decrease in debtors	(4,741)	0
Increase/(decrease) in creditors	(18,400)	(29,880)
	<u>17,870</u>	<u>10,695</u>

20. Analysis of cash and cash equivalents

	At 1 January 2022 £	Cash flows £	Other Changes £	At 31 December 2022 £
Cash in hand	225,956	(13,997)	0	211,959
Total cash and cash equivalents	<u>225,956</u>	<u>(13,997)</u>	<u>0</u>	<u>211,959</u>

Prior year

	At 1 January 2021 £	Cash flows £	Other Changes £	At 31 December 2021 £
Cash in hand	594,752	(368,796)	0	225,956
Total cash and cash equivalents	<u>594,752</u>	<u>(368,796)</u>	<u>0</u>	<u>225,956</u>

21. Operating lease commitments

There are no operating lease commitments (2021: None).

22. Related parties

Charity trustee and Spiritual Leader, Lelung Tulku, received a stipend of £14,400 (2021: £14,400). No other trustee received any payment or benefits (2021: Nil).

No trustee received payment or reimbursement for travel or subsistence costs incurred apart from Lelung Tulku when travelling on behalf of Trust business.