

REGISTERED COMPANY NUMBER: 04075964 (England and Wales)
REGISTERED CHARITY NUMBER: 1084385

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 December 2021
for
Kailash Buddhist Centre

Corke Accountancy Services
2 Upton Road
Claughton
Wirral
CH41 0DF

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for the Year Ended 31 December 2021

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Report of the Trustees
for the Year Ended 31 December 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity is a non-profit religious organisation. It is established, organised and operated only for religious purposes dedicated to public benefit.

The object of the charity is to promote the Buddhist Faith of the New Kadampa Tradition (NKT) through which to promote the human values of morality, compassion and wisdom in all aspects of society, leading to personal peace and a meaningful life, and to tolerance, social peace and welfare. The charity shall work to fulfil its object through the activities of study, practice, teaching and the observance of moral discipline based upon the continuous implementation of the three New Kadampa Tradition study programmes; general programme (GP), foundation programme (FP), and the teacher training programme (TTP). These activities shall all be within the pure tradition of Mahayana Buddhism of Atisha and Je Tsongkhapa as taught by Venerable Geshe Kelsang Gyatso.

The charity's activities shall emphasise its development in the following ways:

- increasing the number of students of the Centre, through caring for people with kindness and by making good publicity;
- improving the qualifications of the students, so they become qualified Kadampa Buddhist practitioners and Teachers;
- maintaining the Centre as a pure, peaceful and harmonious society;
- increasing the number of branches of the Centre;
- gradually transforming the branches into independent IKBU Buddhist Centres having their own charitable and financial status and their own Resident Teacher.

In planning our activities we have considered guidance from the Charity Commission to ensure we meet our public benefit requirements.

Significant activities

From January 2021 to March 2021 we provided on-line retreats, FP and GP classes for our community and people of Wirral which were recorded and then available via You-Tube, due to the ongoing pandemic and government advice.

From April 2021 in order to provide a service and adapt to the wishes of those people interested in accessing and benefitting from our classes in Wirral, we offered 2 weekly GP classes and FP class in-person and on-line via recorded You-tube links. We also offered many practical meditation workshops and various retreats on-line.

Upon the request of several Wirral Schools an on-line meditation class was produced virtually, and links sent out to schools.

Kailash Buddhist Centre continues to develop and maintain a harmonious and peaceful residential and non residential community. Maintenance of the building and gardens is ongoing, for both our residential community and those attending classes at the centre from the Wirral Peninsula.

Kailash Buddhist Centre

Report of the Trustees

for the Year Ended 31 December 2021

FINANCIAL REVIEW

Financial position

Total income for the year was £53,102 (2020: £55,272).

Total expenditure for the year was £60,198 (2020 : £64,126).

This left a deficit of £7,096 (2020: deficit £8,854).

At 31st December 2021 the charitable company reserves stood at £203,864 (2020: £210,960).

All income, expenditure and assets are unrestricted.

Reserves policy

It is the policy of the charitable company to maintain unrestricted funds which are free reserves at a level to cover three months' running costs should it not receive any further income.

At the end of the financial year, free reserves, excluding tangible fixed assets, were in deficit by £204,449 (2020: deficit £206,501).

The trustees will work to increase the unrestricted reserves by endeavouring to maintain full occupancy at the centre and raising funds through classes including online classes.

Going concern

The Trustees have a reasonable expectation that the Charitable Company has adequate resources to continue in operational existence for the foreseeable future and have adopted the going concern basis of accounting in preparing the accounts.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Recruitment and appointment of new trustees

The directors are Trustees for Charity purposes.

There will be three Directors, two of whom are elected by the members at the Annual General Meeting and one ex officio Director, who shall be appointed by the other Directors and shall be the Administrative Director of a major NKT-IKBU Kadampa Meditation Centre in the United Kingdom.

Each elected Director shall serve for a term not exceeding three years; the term of the office of the ex-officio Director shall not be fixed but shall continue until they cease to be the Administrative Director of a major NKT-IKBU Kadampa Meditation Centre or sooner if disqualified or removed.

Membership

To become a member of the Society an application must be made in writing. The applicant must be a pure Buddhist, cherish the Society, live in the locality of the principal meeting place of the Society and pay an annual subscription of £1.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04075964 (England and Wales)

Kailash Buddhist Centre

Report of the Trustees
for the Year Ended 31 December 2021

Registered Charity number

1084385

Registered office

74 Bidston Road
Oxton
Wirral
CH43 6TN

Trustees

Ms J J Andrews Secretary
N Maycox Social Worker (resigned 7.10.21)
Ms C Morris Lewis Nurse
Ms K Graham Buddhist Teacher (appointed 12.10.21) (resigned 9.3.22)
Mrs P Chaplin (appointed 9.3.22)

Independent Examiner

Corke Accountancy Services
2 Upton Road
Claughton
Wirral
CH41 0DF

Approved by order of the board of trustees on 22 September 2022 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'P Chaplin', written in a cursive style.

Mrs P Chaplin - Trustee

Independent Examiner's Report to the Trustees of
Kailash Buddhist Centre

Independent examiner's report to the trustees of Kailash Buddhist Centre ('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 charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

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 your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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; or
2. the accounts do not accord with those records; 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.



Rachel Corke
FCA
Corke Accountancy Services
2 Upton Road
Claughton
Wirral
CH41 0DF

22 September 2022

Kailash Buddhist Centre

Statement of Financial Activities
for the Year Ended 31 December 2021

		31.12.21 Unrestricted fund £	31.12.20 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies		6,532	2,392
Charitable activities			
Promote the Buddhist faith through teaching, study and practise		12,072	17,709
Other trading activities	2	34,498	35,167
Investment income	3	-	4
Total		53,102	55,272
 EXPENDITURE ON			
Raising funds	4	2,082	6,333
Charitable activities			
Promote the Buddhist faith through teaching, study and practise		58,116	57,793
Total		60,198	64,126
 NET INCOME/(EXPENDITURE)		(7,096)	(8,854)
 RECONCILIATION OF FUNDS			
Total funds brought forward		210,960	219,814
 TOTAL FUNDS CARRIED FORWARD		203,864	210,960

Kailash Buddhist Centre

Balance Sheet

31 December 2021

		31.12.21 Unrestricted fund £	31.12.20 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	9	408,313	417,461
CURRENT ASSETS			
Stocks	10	1,500	1,500
Debtors	11	3,700	4,296
Cash at bank and in hand		10,482	10,920
		<hr/> 15,682	<hr/> 16,716
CREDITORS			
Amounts falling due within one year	12	(22,853)	(20,852)
		<hr/> (7,171)	<hr/> (4,136)
NET CURRENT ASSETS			
TOTAL ASSETS LESS CURRENT LIABILITIES		401,142	413,325
CREDITORS			
Amounts falling due after more than one year	13	(197,278)	(202,365)
		<hr/> 203,864	<hr/> 210,960
NET ASSETS			
FUNDS	15		
Unrestricted funds		203,864	210,960
TOTAL FUNDS		<hr/> 203,864	<hr/> 210,960

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

Kailash Buddhist Centre

Balance Sheet - continued
31 December 2021

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

The financial statements were approved by the Board of Trustees and authorised for issue on 22 September 2022 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'P Chaplin'.

P Chaplin - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Income

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

Expenditure

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

Tangible fixed assets

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

Freehold property	- in accordance with the property
Plant and machinery	- 10% on cost
Fixtures and fittings	- 20% on reducing balance

Stocks

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

Further explanation of the nature and purpose of each fund is included in the notes to the

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

2. OTHER TRADING ACTIVITIES

	31.12.21	31.12.20
	£	£
Shop income	193	439
Residents accommodation	34,305	34,728
	<u>34,498</u>	<u>35,167</u>

3. INVESTMENT INCOME

	31.12.21	31.12.20
	£	£
Deposit account interest	-	4
	<u>-</u>	<u>4</u>

4. RAISING FUNDS

Investment management costs

	31.12.21	31.12.20
	£	£
Property repairs	2,347	4,398
	<u>2,347</u>	<u>4,398</u>

5. NET INCOME/(EXPENDITURE)

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

	31.12.21	31.12.20
	£	£
Depreciation - owned assets	9,148	9,217
	<u>9,148</u>	<u>9,217</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

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

7. MEMBERS

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

	31.12.21	31.12.20
Resident Teacher	<u>1</u>	<u>1</u>

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

At 31st December 2021 the charity had 16 members (15 at 31/12/2020).

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	2,392
Charitable activities	
Promote the Buddhist faith through teaching, study and practise	17,709
Other trading activities	35,167
Investment income	4
Total	<u>55,272</u>
EXPENDITURE ON	
Raising funds	6,333
Charitable activities	
Promote the Buddhist faith through teaching, study and practise	57,793
Total	<u>64,126</u>
NET INCOME/(EXPENDITURE)	<u>(8,854)</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	219,814
TOTAL FUNDS CARRIED FORWARD	<u><u>210,960</u></u>

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

9. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 January 2021 and 31 December 2021	430,000	12,702	13,811	456,513
DEPRECIATION				
At 1 January 2021	15,200	11,430	12,422	39,052
Charge for year	7,600	1,270	278	9,148
At 31 December 2021	22,800	12,700	12,700	48,200
NET BOOK VALUE				
At 31 December 2021	407,200	2	1,111	408,313
At 31 December 2020	414,800	1,272	1,389	417,461

The freehold property, 74 Bidston Road, Wirral was valued by Jones Peckover Chartered Surveyors on 20th April 2018 at a commercial value of £430,000. The revalued amount is depreciated at 2% per annum in accordance with the charitable company's depreciation policy.

LEGAL CHARGE

Persons entitled
National Westminster Bank PLC

Amount secured
£306,000.00 and all monies due or to become due from the company to the chargee on any account whatsoever

74 Bidston Road Claughton Birkenhead by way of fixed charge, the benefit of all covenants & rights concerning the property & all plant machinery, fixtures, fittings, furniture, equipment, implements & utensils. The goodwill of any business carried on at the property & the proceeds of any insurance affecting the property or assets.

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

10. STOCKS

	31.12.21	31.12.20
	£	£
Stocks	1,500	1,500

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20
	£	£
Trade debtors	-	548
Other debtors	400	400
Prepayments	3,300	3,348
	<u>3,700</u>	<u>4,296</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21	31.12.20
	£	£
Bank loans and overdrafts (see note 14)	5,022	4,959
Trade creditors	2,804	2,670
Other creditors	754	-
Resident's deposits	2,073	2,073
Other creditors - Community Members' Loans	9,700	9,700
Accrued expenses	2,500	1,450
	<u>22,853</u>	<u>20,852</u>

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

	31.12.21	31.12.20
	£	£
Bank loans (see note 14)	197,278	202,365

14. LOANS

An analysis of the maturity of loans is given below:

	31.12.21	31.12.20
	£	£
Amounts falling due within one year on demand:		
Bank loans	5,022	4,959
Amounts falling between one and two years:		
Bank loans - 1-2 years	5,235	5,230
Amounts falling due between two and five years:		
Bank loans - 2-5 years	26,261	26,248

Kailash Buddhist Centre

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

14. LOANS - continued

	31.12.21 £	31.12.20 £
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	165,782	170,887

15. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	210,960	(7,096)	203,864
TOTAL FUNDS	<u>210,960</u>	<u>(7,096)</u>	<u>203,864</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	53,102	(60,198)	(7,096)
TOTAL FUNDS	<u>53,102</u>	<u>(60,198)</u>	<u>(7,096)</u>

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	219,814	(8,854)	210,960
TOTAL FUNDS	<u>219,814</u>	<u>(8,854)</u>	<u>210,960</u>

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

15. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	55,272	(64,126)	(8,854)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>55,272</u>	<u>(64,126)</u>	<u>(8,854)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.20 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	219,814	(15,950)	203,864
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>219,814</u>	<u>(15,950)</u>	<u>203,864</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	108,374	(124,324)	(15,950)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>108,374</u>	<u>(124,324)</u>	<u>(15,950)</u>

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2021.

Kailash Buddhist Centre

Detailed Statement of Financial Activities
for the Year Ended 31 December 2021

	31.12.21 £	31.12.20 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	6,532	1,058
Gift aid	-	1,334
	<hr/>	<hr/>
	6,532	2,392
Other trading activities		
Shop income	193	439
Residents accommodation	34,305	34,728
	<hr/>	<hr/>
	34,498	35,167
Investment income		
Deposit account interest	-	4
Charitable activities		
Spiritual programme	12,072	17,709
	<hr/>	<hr/>
Total incoming resources	53,102	55,272
EXPENDITURE		
Other trading activities		
Purchases	(265)	1,275
Bad debts	-	660
	<hr/>	<hr/>
	(265)	1,935
Investment management costs		
Property repairs	2,347	4,398
Charitable activities		
Wages	6,290	6,290
Rates and water	6,468	5,613
Light and heat	13,752	14,940
Advertising	13	42
Education costs	3,039	3,871
Sponsorship	1,841	966
Bank loan interest	10,879	11,345
	<hr/>	<hr/>
	42,282	43,067

Kailash Buddhist Centre

Detailed Statement of Financial Activities
for the Year Ended 31 December 2021

	31.12.21 £	31.12.20 £
Support costs		
Management		
Insurance	3,052	1,990
Sundries	61	154
Office costs	2,693	2,390
Freehold property	7,600	7,600
Plant and machinery	1,270	1,270
Fixtures and fittings	278	347
	<hr/> 14,954	<hr/> 13,751
 Finance		
Bank charges	170	375
 Governance costs		
Accountancy fees	66	600
Legal fees	644	-
	<hr/> 710	<hr/> 600
 Total resources expended	<hr/> 60,198	<hr/> 64,126
 Net expenditure	<hr/> (7,096)	<hr/> (8,854)