

COMPANY REGISTRATION NUMBER: 05137350
CHARITY REGISTRATION NUMBER: 1105545

ISKCON Foundation Ltd
Company Limited by Guarantee
Unaudited Financial Statements
31 August 2022

ISKCON Foundation Ltd
Company Limited by Guarantee
Financial Statements
Year ended 31 August 2022

	Pages
Trustees' annual report (incorporating the director's report)	1 to 4
Independent examiner's report to the trustees	5
Statement of financial activities (including income and expenditure account)	6
Statement of financial position	7
Notes to the financial statements	8 to 13

ISKCON Foundation Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 August 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 August 2022.

Reference and administrative details

Registered charity name ISKCON Foundation Ltd

Charity registration number 1105545

Company registration number 05137350

Principal office and registered office Bhaktivedanta Manor
Dharam Marg Hilfield Lane
Aldenham
Watford
Hertfordshire
WD25 8EZ

The trustees

Mr D K Shah
Miss N Pankhania
Dr S S Mehta

Company secretary Mr Dhruva-Kusa Shah

Independent examiner Mr R K Raja Chartered Accountant
21 Whitehouse Way
London
N14 7LX

ISKCON Foundation Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2022

Structure, governance and management

The charity is a registered charity and is controlled by its governing document, a Memorandum and Articles of Association, and constitutes a company limited by guarantee, as defined by the Companies Act 2006, which does not have a share capital. The directors therefore do not have any financial interest in the company nor are there any significant contracts in which they have a material interest.

Trustees are appointed at the annual general meeting in accordance with the charity's governing documents and are selected on the basis of their knowledge and experience. All trustees undertake appropriate training relevant to their position on the board.

The directors who served during the year and since the year-end are set out on page 1. The directors who are also trustees meet regularly to discuss the affairs of the charity and to assess and approve grant applications, if any, through a Distribution Committee, which has been established to supervise donations of the charity.

Risk Management

The trustees regularly monitor the charity's functions to assess any risks that may arise and take steps to mitigate them.

Objectives and activities

The objects of the charity are to advance, transmit, spread and propagate the religion of Hinduism, as revealed in the teachings of the Hindu scriptures, specifically Bhagvad Gita and Shrimad Bhagvatam, and the doctrines of and observances that serve to promote and manifest the said religion and in furtherance of this object but not otherwise, the charity shall have the following powers :

- (1) To educate the public generally in an awareness of God and promote a simpler and more natural way of life
- (2) To build or assist in building schools, temples, colleges, hospitals, hostels or other buildings in connection with and for the advancement of the objects of the charity, and to maintain, alter and improve the same including existing buildings and to furnish and equip the same
- (3) To spread, transmit and propagate the teachings of the Bhagvad Gita, and the Shrimad Bhagvatam and the doctrines that manifest the religion of Hinduism through various forms of media and television

ISKCON Foundation Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2022

- (4) To print publish, sell or cause to be printed, published, sold or, if thought fit, to distribute gratuitously books, booklets, leaflets and the like for the purpose of giving information in regard to the work of the charity
- (5) To relieve suffering and poverty as a means of expressing key tenants of the religion of Hinduism.

Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commissioner's general guidance on Public Benefit when reviewing the Trust's aim and objectives and in planning future activities. The trustees consider that the charity's aims are demonstrably to the public benefit.

Achievements and performance

The charity has raised funds over the last year to support other projects, including those operated by Avanti Foundation Limited. The charity has been actively involved in furthering its mission and focussing on the spread of the core teachings of the Bhagavad Gita and Srimad Bhagavatam through music meditation, specifically kirtan or mantra meditation as per the charitable objectives. It was resolved to undertake these activities in the US. The Charity appointed the Bhakti Centre, based in the US, for planning and organising the events across the US completely under the guidance of the Trustees and volunteers. There were five flagship concerts as well as other smaller events held successfully in the following year.

Financial review

The charity's affairs and activities for the year are presented in the attached financial statements which show an excess of expenditures over income of £79,853 (2021: excess of expenditure over income of £168,382). The balances of the unrestricted funds were £1,367,455 (2021: £1,301,353) and the balance of the restricted funds were £8,284,733 (2021: £8,430,688).

Plans for future periods

The charity, as proprietor of the land and buildings at Krishna Avanti Primary School, Harrow support the schools activities. The school is a faith based school which propagates teachings in line with our charitable objects. In addition, trustees will continue to raise funds for other projects in line with our objects.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

ISKCON Foundation Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2022

The trustees' annual report was approved on 26 May 2023 and signed on behalf of the board of trustees by:



Mr Dhruva-Kusa Shah
Charity Secretary

ISKCON Foundation Ltd

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of ISKCON Foundation Ltd

Year ended 31 August 2022

I report to the trustees on my examination of the financial statements of ISKCON Foundation Ltd ('the charity') for the year ended 31 August 2022.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements 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 the 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 charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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 financial statements 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.

R k Raja

Mr R K Raja
Chartered Accountant
Independent Examiner

21 Whitehouse Way
London
N14 7LX

26 May 2023

ISKCON Foundation Ltd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2022

		Unrestricted funds £	2022 Restricted funds £	Total funds £	2021 Total funds £
	Note				
Income and endowments					
Donations and legacies	5	94,610	—	94,610	6,608
Total income		<u>94,610</u>	<u>—</u>	<u>94,610</u>	<u>6,608</u>
Expenditure					
Expenditure on charitable activities	6,7	28,508	145,955	174,463	174,990
Total expenditure		<u>28,508</u>	<u>145,955</u>	<u>174,463</u>	<u>174,990</u>
Net expenditure and net movement in funds		<u>66,102</u>	<u>(145,955)</u>	<u>(79,853)</u>	<u>(168,382)</u>
Reconciliation of funds					
Total funds brought forward		1,301,353	8,430,688	9,732,041	9,900,423
Total funds carried forward		<u>1,367,455</u>	<u>8,284,733</u>	<u>9,652,188</u>	<u>9,732,041</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 8 to 13 form part of these financial statements.

ISKCON Foundation Ltd
Company Limited by Guarantee
Statement of Financial Position
31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	12	9,554,945	9,727,202
Current assets			
Debtors: due within one year	13	51,130	—
Cash at bank and in hand		47,138	6,089
		<u>98,268</u>	<u>6,089</u>
Creditors: amounts falling due within one year			
Accruals and deferred income		<u>1,025</u>	<u>1,250</u>
Net current assets		<u>97,243</u>	<u>4,839</u>
Total assets less current liabilities		<u>9,652,188</u>	<u>9,732,041</u>
Net assets		<u>9,652,188</u>	<u>9,732,041</u>
Funds of the charity			
Restricted funds		8,284,733	8,430,688
Unrestricted funds		<u>1,367,455</u>	<u>1,301,353</u>
Total charity funds	14	<u>9,652,188</u>	<u>9,732,041</u>

For the year ending 31 August 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 26 May 2023, and are signed on behalf of the board by:



Dr S S Mehta
Trustee

The notes on pages 8 to 13 form part of these financial statements.

ISKCON Foundation Ltd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Bhaktivedanta Manor, Dharam Marg Hilfield Lane, Aldenham, Watford, Hertfordshire, WD25 8EZ.

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) (Charities SORP (FRS 102)) and the Companies Act 2006.

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

There are no material uncertainties about the charity's ability to continue.

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.

ISKCON Foundation Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are 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 or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. 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 general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- 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.

ISKCON Foundation Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

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 Building	-	Over 50 years
Plant & Equipment	-	Over 10 years

4. Limited by guarantee

The company is limited by guarantee. It has no share capital but each member undertakes, in the event of winding up to contribute up to £1 towards the cost and expenses of winding up.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	94,610	94,610	6,608	6,608

ISKCON Foundation Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

6. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Support costs	<u>28,508</u>	<u>145,955</u>	<u>174,463</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Support costs	<u>29,035</u>	<u>145,955</u>	<u>174,990</u>

7. Expenditure on charitable activities by activity type

	Support costs	Total funds 2022	Total fund 2021
	£	£	£
Governance costs	<u>174,463</u>	<u>174,463</u>	<u>174,990</u>

8. Net expenditure

Net expenditure is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	<u>172,257</u>	<u>172,257</u>

9. Independent examination fees

	2022	2021
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>500</u>	<u>500</u>

10. Staff costs

The charity did not have any employees during the year.

The average head count of employees during the year was 3 (2021: 5).

These are all Trustees of the Charity.

11. Trustee remuneration and expenses

No remuneration or other benefits from the charity or a related entity were received by the trustees.

ISKCON Foundation Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

12. Tangible fixed assets

	Freehold property £	Equipment £	Total £
Cost			
At 1 September 2021 and 31 August 2022	11,792,882	1,687,873	13,480,755
Depreciation			
At 1 September 2021	2,065,681	1,687,872	3,753,553
Charge for the year	172,257	—	172,257
At 31 August 2022	2,237,938	1,687,872	3,925,810
Carrying amount			
At 31 August 2022	9,554,944	1	9,554,945
At 31 August 2021	9,727,201	1	9,727,202

13. Debtors

Debtors falling due within one year are as follows:

	2022 £	2021 £
Prepayments and accrued income	51,130	—

14. Analysis of charitable funds

Unrestricted funds

	At 1 September 2021 £	Income £	Expenditure £	At 31 August 2022 £
General funds	1,301,353	94,610	(28,508)	1,367,455

	At 1 September 2020 £	Income £	Expenditure £	At 31 August 2021 £
General funds	1,323,780	6,608	(29,035)	1,301,353

ISKCON Foundation Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2022

14. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 September 2021 £	Income £	Expenditure £	At 31 August 2 022 £
Capital Funds	8,430,688	—	(145,955)	8,284,733

	At 1 September 2020 £	Income £	Expenditure £	At 31 August 20 21 £
Capital Funds	8,576,643	—	(145,955)	8,430,688

15. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	1,270,212	8,284,733	9,554,945
Current assets	98,268	—	98,268
Creditors less than 1 year	(1,025)	—	(1,025)
Net assets	1,367,455	8,284,733	9,652,188

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,296,514	8,430,688	9,727,202
Current assets	6,089	—	6,089
Creditors less than 1 year	(1,250)	—	(1,250)
Net assets	1,301,353	8,430,688	9,732,041