

**REGISTERED COMPANY NUMBER: 05239391 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1107477**

Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 December 2020  
for  
Drolma Mahayana Buddhist Centre Limited

Len Entwistle Chartered Accountants  
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Blackburn Business Centre  
Davyfield Road  
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Lancashire  
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Contents of the Financial Statements  
for the Year Ended 31 December 2020

	Page
Report of the Trustees	1 to 2
Statement of Financial Activities	3
Balance Sheet	4 to 5
Notes to the Financial Statements	6 to 11
Detailed Statement of Financial Activities	12 to 13

# Drolma Mahayana Buddhist Centre Limited

## Report of the Trustees for the Year Ended 31 December 2020

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 2020. 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**

#### **Principal Activity**

The principal activity of the company is to promote the Buddhist faith under the spiritual guidance of the elected general Director of the New Kadampa tradition principally through the activities of teaching, study and the observance of moral discipline all within the Mahayana Buddhist tradition of Je Tsongkhapa as taught by the Venerable Geshe Kelsang Gyatso, the founder of the New Kadampa tradition, through the continuous implementation of the three New Kadampa tradition study programmes: the General Programme, The Foundation Programme and the Teacher Training Programme.

#### **Review of Progress**

The Directors and Trustees consider the results for the period to be satisfactory.

### **FINANCIAL REVIEW**

#### **Fixed Assets**

The movements in the company's fixed assets is set out in note 6 to the accounts

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Governing document**

Memorandum and Articles of Association dated 8th January 2021

### **REFERENCE AND ADMINISTRATIVE DETAILS**

#### **Registered Company number**

05239391 (England and Wales)

#### **Registered Charity number**

1107477

#### **Registered office**

260 Dogsthorpe Road  
Peterborough  
Cambridgeshire  
PE1 3PG

#### **Trustees**

M T Lewis (resigned 7.4.20)  
D W Chambers (resigned 1.10.20)  
Mrs M Coussell (resigned 31.8.20)  
Mrs S Leeks (resigned 31.8.20)  
G L Southwell (appointed 31.8.20) (resigned 24.12.20)  
H Jarman (appointed 31.8.20)  
T Frascella (appointed 1.10.20)  
J J Andrews (appointed 24.12.20)

#### **Company Secretary**

G L Southwell

Approved by order of the board of trustees on 23 September 2021 and signed on its behalf by:

Drolma Mahayana Buddhist Centre Limited

Report of the Trustees  
for the Year Ended 31 December 2020

G L Southwell - Secretary

Drolma Mahayana Buddhist Centre Limited

Statement of Financial Activities  
for the Year Ended 31 December 2020

		31.12.20 Unrestricted fund £	31.12.19 Total funds £
	Notes		
<b>INCOME AND ENDOWMENTS FROM</b>			
Voluntary income		49,108	55,477
Other trading activities	2	2,154	5,113
<b>Total</b>		51,262	60,590
<b>EXPENDITURE ON</b>			
Raising funds	3	13,419	19,610
Other		23,218	26,887
<b>Total</b>		36,637	46,497
<b>NET INCOME</b>		14,625	14,093
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>		173,364	159,271
<b>TOTAL FUNDS CARRIED FORWARD</b>		187,989	173,364

The notes form part of these financial statements

Drolma Mahayana Buddhist Centre Limited

Balance Sheet

31 December 2020

		31.12.20 Unrestricted fund £	31.12.19 Total funds £
	Notes		
<b>FIXED ASSETS</b>			
Tangible assets	7	357,495	359,397
<b>CURRENT ASSETS</b>			
Stocks	8	1,573	924
Debtors	9	412	456
Cash in hand		13,942	4,842
		<hr/> 15,927	<hr/> 6,222
<b>CREDITORS</b>			
Amounts falling due within one year	10	(14,882)	(13,918)
		<hr/>	<hr/>
<b>NET CURRENT ASSETS</b>		<hr/> 1,045	<hr/> (7,696)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<hr/>	<hr/>
		358,540	351,701
<b>CREDITORS</b>			
Amounts falling due after more than one year	11	(170,551)	(178,337)
		<hr/>	<hr/>
<b>NET ASSETS</b>		<hr/> 187,989	<hr/> 173,364
<b>FUNDS</b>	14		
Unrestricted funds		<hr/> 187,989	<hr/> 173,364
<b>TOTAL FUNDS</b>		<hr/> 187,989	<hr/> 173,364

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 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.

The notes form part of these financial statements

Drolma Mahayana Buddhist Centre Limited

Balance Sheet - continued  
31 December 2020

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 23 September 2021 and were signed on its behalf by:

H Jarman - 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.

Fixtures and fittings	- 20% on reducing balance
Furnishings	- 25% 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 financial statements.



**2. OTHER TRADING ACTIVITIES**

	31.12.20	31.12.19
	£	£
Fundraising & other income	2,154	5,113
	<u>          </u>	<u>          </u>

**3. RAISING FUNDS**

**Raising donations and legacies**

	31.12.20	31.12.19
	£	£
Promotions & Advertising	558	1,627
Support costs	12,861	17,983
	<u>          </u>	<u>          </u>
	13,419	19,610
	<u>          </u>	<u>          </u>

**4. NET INCOME/(EXPENDITURE)**

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

	31.12.20	31.12.19
	£	£
Depreciation - owned assets	1,902	2,386
	<u>          </u>	<u>          </u>

**5. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £
<b>INCOME AND ENDOWMENTS FROM</b>	
Voluntary income	55,477
Other trading activities	5,113
<b>Total</b>	<u>60,590</u>
 <b>EXPENDITURE ON</b>	
Raising funds	19,610
Other	26,887
<b>Total</b>	<u>46,497</u>
 <b>NET INCOME</b>	<u>14,093</u>

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**Unrestricted  
fund  
£**RECONCILIATION OF FUNDS**

<b>Total funds brought forward</b>	159,271
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**TOTAL FUNDS CARRIED FORWARD**

173,364
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**7. TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Furnishings £	Totals £
<b>COST</b>					
At 1 January 2020 and 31 December 2020	350,000	2,000	22,122	8,045	382,167
<b>DEPRECIATION</b>					
At 1 January 2020	-	2,000	13,164	7,606	22,770
Charge for year	-	-	1,792	110	1,902
At 31 December 2020	-	2,000	14,956	7,716	24,672
<b>NET BOOK VALUE</b>					
At 31 December 2020	350,000	-	7,166	329	357,495
At 31 December 2019	350,000	-	8,958	439	359,397

An independent valuation carried out on the freehold property as at 2 April 2015 valued the freehold property at £350,000 generating a revaluation surplus of £20,000.

**8. STOCKS**

	31.12.20 £	31.12.19 £
Stocks	1,573	924

**9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.20	31.12.19
	£	£
Donations (gift aid)	412	456
	<u>412</u>	<u>456</u>

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.20	31.12.19
	£	£
Bank loans and overdrafts (see note 12)	5,000	5,000
Other loans (see note 12)	1,800	1,600
Trade creditors	1,749	941
Accrued expenses	6,333	6,377
	<u>14,882</u>	<u>13,918</u>

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.12.20	31.12.19
	£	£
Bank loans (see note 12)	170,551	178,337
	<u>170,551</u>	<u>178,337</u>

**12. LOANS**

An analysis of the maturity of loans is given below:

	31.12.20	31.12.19
	£	£
Amounts falling due within one year on demand:		
Bank loans	5,000	5,000
Other loans	1,800	1,600
	<u>6,800</u>	<u>6,600</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	14,000	14,000
	<u>14,000</u>	<u>14,000</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	21,000	21,000
	<u>21,000</u>	<u>21,000</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 years	135,551	143,337

### 13. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.20	31.12.19
	£	£
Bank loans	<u>175,551</u>	<u>183,337</u>

Assets held as security:

Assignment of Deposit dated 18th March 2007 and Legal Charge dated 22nd March 2007 over the freehold property known as Woodbyth, Dogsthorpe Road, Peterborough, Cambridgeshire, PE1 3PG.

### 14. MOVEMENT IN FUNDS

	At 1.1.20	Net movement in funds	At 31.12.20
	£	£	£
<b>Unrestricted funds</b>			
General fund	173,364	14,625	187,989
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS</b>	<u>173,364</u>	<u>14,625</u>	<u>187,989</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Unrestricted funds</b>			
General fund	51,262	(36,637)	14,625
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS</b>	<u>51,262</u>	<u>(36,637)</u>	<u>14,625</u>

#### Comparatives for movement in funds

	At 1.1.19	Net movement in funds	At 31.12.19
	£	£	£
<b>Unrestricted funds</b>			
General fund	159,271	14,093	173,364
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS</b>	<u>159,271</u>	<u>14,093</u>	<u>173,364</u>

**14. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	60,590	(46,497)	14,093
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>60,590</u>	<u>(46,497)</u>	<u>14,093</u>

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

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	159,271	28,718	187,989
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>159,271</u>	<u>28,718</u>	<u>187,989</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 £
<b>Unrestricted funds</b>			
General fund	111,852	(83,134)	28,718
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>111,852</u>	<u>(83,134)</u>	<u>28,718</u>

**15. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 December 2020.

Detailed Statement of Financial Activities  
for the Year Ended 31 December 2020

	31.12.20 £	31.12.19 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Voluntary income</b>		
Courses & accommodation	24,350	52,870
Donations	14,760	2,607
Grants	9,998	-
	<hr/> 49,108	<hr/> 55,477
<b>Other trading activities</b>		
Fundraising & other income	2,154	5,113
	<hr/> 51,262	<hr/> 60,590
<b>Total incoming resources</b>		
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Promotions & Advertising	558	1,627
<b>Other</b>		
Light, heat & water	4,441	3,720
Room hire & council tax	2,446	2,509
Household	4,685	1,791
Sponsorship & offerings	11,591	16,754
Sundry	55	2,113
	<hr/> 23,218	<hr/> 26,887
<b>Support costs</b>		
<b>Management</b>		
Administration	3,950	7,735
Telephone	734	589
Accountancy	506	493
Insurance's	940	932
	<hr/> 6,130	<hr/> 9,749
<b>Finance</b>		
Bank charges	36	87
Loan interest	4,793	5,761
	<hr/> 4,829	<hr/> 5,848
<b>Other</b>		
Fixtures & fittings	1,792	2,240
Furnishings	110	146
	<hr/> 1,902	<hr/> 2,386

Drolma Mahayana Buddhist Centre Limited

Detailed Statement of Financial Activities  
for the Year Ended 31 December 2020

	31.12.20 £	31.12.19 £
	<hr/>	<hr/>
Total resources expended	36,637	46,497
	<hr/>	<hr/>
<b>Net income</b>	<u>14,625</u>	<u>14,093</u>