

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 2022
for
Drolma Mahayana Buddhist Centre Limited

Len Entwistle Chartered Accountants
Suite 12
Blackburn Business Centre
Davyfield Road
Blackburn
Lancashire
BB1 2QY

Contents of the Financial Statements
for the Year Ended 31 December 2022

	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 12
Detailed Statement of Financial Activities	13 to 14

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 2022. 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

H Jarman
T Frascella
J J Andrews

Company Secretary

G L Southwell

Approved by order of the board of trustees on 26 September 2023 and signed on its behalf by:

Drolma Mahayana Buddhist Centre Limited

Report of the Trustees
for the Year Ended 31 December 2022

G L Southwell - Secretary

Drolma Mahayana Buddhist Centre Limited

Statement of Financial Activities
for the Year Ended 31 December 2022

		31.12.22 Unrestricted fund £	31.12.21 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Voluntary income		34,924	38,929
Other trading activities	2	508	395
Total		35,432	39,324
EXPENDITURE ON			
Raising funds	3	9,997	9,382
Other		18,601	17,337
Total		28,598	26,719
NET INCOME		6,834	12,605
RECONCILIATION OF FUNDS			
Total funds brought forward		200,594	187,989
TOTAL FUNDS CARRIED FORWARD		207,428	200,594

The notes form part of these financial statements

Drolma Mahayana Buddhist Centre Limited

Balance Sheet

31 December 2022

	Notes	31.12.22 Unrestricted fund £	31.12.21 Total funds £
FIXED ASSETS			
Tangible assets	7	354,771	355,980
CURRENT ASSETS			
Stocks	8	1,973	924
Debtors	9	412	412
Cash in hand		17,389	16,664
		<hr/> 19,774	<hr/> 18,000
CREDITORS			
Amounts falling due within one year	10	(12,713)	(11,235)
		<hr/>	<hr/>
NET CURRENT ASSETS		<hr/> 7,061	<hr/> 6,765
TOTAL ASSETS LESS CURRENT LIABILITIES			
		361,832	362,745
CREDITORS			
Amounts falling due after more than one year	11	(154,404)	(162,151)
		<hr/>	<hr/>
NET ASSETS		<hr/> 207,428	<hr/> 200,594
FUNDS	14		
Unrestricted funds		<hr/> 207,428	<hr/> 200,594
TOTAL FUNDS		<hr/> 207,428	<hr/> 200,594

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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 2022

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 26 September 2023 and were signed on its behalf by:

T Frascella - 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

	31.12.22	31.12.21
	£	£
Fundraising & other income	508	395
	<u>508</u>	<u>395</u>

3. RAISING FUNDS

Raising donations and legacies

	31.12.22	31.12.21
	£	£
Promotions & Advertising	14	309
Support costs	9,983	9,073
	<u>9,997</u>	<u>9,382</u>

4. NET INCOME/(EXPENDITURE)

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

	31.12.22	31.12.21
	£	£
Depreciation - owned assets	1,209	1,515
	<u>1,209</u>	<u>1,515</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund
	£
INCOME AND ENDOWMENTS FROM	
Voluntary income	38,929
Other trading activities	395
Total	<u>39,324</u>
EXPENDITURE ON	
Raising funds	9,382
Other	17,337

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £
Total	<u>26,719</u>
NET INCOME	12,605
RECONCILIATION OF FUNDS	
Total funds brought forward	187,989
TOTAL FUNDS CARRIED FORWARD	<u><u>200,594</u></u>

7. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Furnishings £	Totals £
COST					
At 1 January 2022 and 31 December 2022	<u>350,000</u>	<u>2,000</u>	<u>22,122</u>	<u>8,045</u>	<u>382,167</u>
DEPRECIATION					
At 1 January 2022	-	2,000	16,389	7,798	26,187
Charge for year	<u>-</u>	<u>-</u>	<u>1,147</u>	<u>62</u>	<u>1,209</u>
At 31 December 2022	<u>-</u>	<u>2,000</u>	<u>17,536</u>	<u>7,860</u>	<u>27,396</u>
NET BOOK VALUE					
At 31 December 2022	<u><u>350,000</u></u>	<u><u>-</u></u>	<u><u>4,586</u></u>	<u><u>185</u></u>	<u><u>354,771</u></u>
At 31 December 2021	<u><u>350,000</u></u>	<u><u>-</u></u>	<u><u>5,733</u></u>	<u><u>247</u></u>	<u><u>355,980</u></u>

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

	31.12.22	31.12.21
	£	£
Stocks	1,973	924
	<u>1,973</u>	<u>924</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Donations (gift aid)	412	412
	<u>412</u>	<u>412</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Bank loans and overdrafts (see note 12)	5,000	5,000
Other loans (see note 12)	2,250	2,250
Trade creditors	2,341	1,553
Accrued expenses	3,122	2,432
	<u>12,713</u>	<u>11,235</u>

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

	31.12.22	31.12.21
	£	£
Bank loans (see note 12)	154,404	162,151
	<u>154,404</u>	<u>162,151</u>

12. LOANS

An analysis of the maturity of loans is given below:

	31.12.22	31.12.21
	£	£
Amounts falling due within one year on demand:		
Bank loans	5,000	5,000
Other loans	2,250	2,250
	<u>7,250</u>	<u>7,250</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	119,404	127,151

13. SECURED DEBTS

The following secured debts are included within creditors:

	31.12.22 £	31.12.21 £
Bank loans	<u>159,404</u>	<u>167,151</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 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	200,594	6,834	207,428
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>200,594</u>	<u>6,834</u>	<u>207,428</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	35,432	(28,598)	6,834
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>35,432</u>	<u>(28,598)</u>	<u>6,834</u>

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	187,989	12,605	200,594
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>187,989</u>	<u>12,605</u>	<u>200,594</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 £
Unrestricted funds			
General fund	39,324	(26,719)	12,605
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>39,324</u>	<u>(26,719)</u>	<u>12,605</u>

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

	At 1.1.21 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	187,989	19,439	207,428
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>187,989</u>	<u>19,439</u>	<u>207,428</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	74,756	(55,317)	19,439
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>74,756</u>	<u>(55,317)</u>	<u>19,439</u>

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.

Drolma Mahayana Buddhist Centre Limited

Detailed Statement of Financial Activities
for the Year Ended 31 December 2022

	31.12.22 £	31.12.21 £
INCOME AND ENDOWMENTS		
Voluntary income		
Courses & accommodation	31,136	32,557
Donations	3,788	6,372
	<hr/>	<hr/>
	34,924	38,929
Other trading activities		
Fundraising & other income	508	395
	<hr/>	<hr/>
Total incoming resources	35,432	39,324
EXPENDITURE		
Raising donations and legacies		
Promotions & Advertising	14	309
Other		
Light, heat & water	5,973	3,933
Room hire & council tax	2,281	2,175
Household	1,518	1,645
Sponsorship & offerings	8,532	9,509
Sundry	297	75
	<hr/>	<hr/>
	18,601	17,337
Support costs		
Management		
Administration	574	991
Telephone	880	598
Accountancy	517	493
Insurance's	983	975
	<hr/>	<hr/>
	2,954	3,057
Finance		
Bank charges	14	320
Loan interest	5,806	4,181
	<hr/>	<hr/>
	5,820	4,501
Other		
Fixtures & fittings	1,147	1,433
Carried forward	1,147	1,433

This page does not form part of the statutory financial statements

Drolma Mahayana Buddhist Centre Limited

Detailed Statement of Financial Activities
for the Year Ended 31 December 2022

	31.12.22	31.12.21
	£	£
Other		
Brought forward	1,147	1,433
Furnishings	62	82
	<hr/>	<hr/>
	1,209	1,515
	<hr/>	<hr/>
Total resources expended	28,598	26,719
	<hr/>	<hr/>
Net income	6,834	12,605
	<hr/>	<hr/>

This page does not form part of the statutory financial statements