

MOGOK DHAMMA TRUST

**DIRECTORS' AND TRUSTEES' REPORT
AND ACCOUNTS**

FOR THE YEAR ENDED 31ST MARCH 2021

Charity No: 1154115

MOGOK DHAMMA TRUST

REPORT AND ACCOUNTS

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MOGOK DHAMMA TRUST
DIRECTORS' AND TRUSTEES' REPORT
FOR THE YEAR ENDED 31ST MARCH 2021

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ended 31st March 2021.

The financial statements comply with the Charities Act 2011 and Accounting and Reporting by Charities: Statements 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

The objectives of the charity are:

1. To promote the practice of Theravada Buddhism for the benefit of public.
2. To bring public awareness of the Doctrines and Principles of Buddhist Faith.
3. To aid in relief of poverty, sickness and distress anywhere in the UK or worldwide.

The Charity's activities are that of:

1. Providing accommodation for ordained Theravada monks who are invited or sponsored by our Trust.
2. Holding monthly and occasional guided meditation retreats, and Sunday classes for children.
3. Holding religious activities to mark important days in the life of Buddha.
4. Offering a range of religious services and rituals according to Buddhist Faith and Myanmar culture.

ACHIVEMENTS AND PERFORMANCE

Religious activities

We continue to offer a range of religious services according to Buddhist Faith and Myanmar Culture. All our services are open to public and is free of charge.

The charity aims to purchase new premises and asks for donations and interest free loans from the supporters and significant contributions has been received.

The charity makes an appeal to give financial help to the people in Myanmar who were internally displaced and those who took part in Civil Disobedience Movement against the military government who seized power from the legally elected civilian government. The protest and fighting against Myanmar military government is on going and the appeal for the funds for this purpose will carry on to the next financial year.

FUTURE ACTIVITIES

We plan to continue with our current activities to promote practice of Theravada Buddhism and its propagation. We practice open-door policy where all members of the society are welcome to learn and share the teachings of the Buddha.

We aim to complete the purchase of new premises in the next financial year with the funding of mortgage loan from the Triodos Bank, donations from the supporters and equity from the sale of the existing property.

FINANCIAL REVIEW

The statement of financial activities showed a surplus of £119,277 (2020 - £17,729).

The Charity entirely relies on donations from the society and there were no business activities during the year.

MOGOK DHAMMA TRUST

DIRECTORS' AND TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2021

The donations for general fund during this financial year has decreased due to COVID-19 pandemic and locked down rules but this is compensated by receiving donations towards buying of new premises.

The primary expenditures of the Charity are that of day to day running costs of the monastery and direct costs incurred in the performance of the charitable activities.

The policy on reserves is that the existing assets are wholly utilised to support existing activities. There is no intention in the long term to either increase or reduce the capital held. The policy is justified in that it is necessary to preserve income at the present levels in order to maintain the activities of the Charity.

The number of reserves held at the end of the reporting period is £341,163 (2020 - £221,866).

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Mogok Dhamma Trust is constituted as a charitable trust registered with the Charity Commission on October 2013 under charity number 1154115.

It is governed by a Deed of Trust dated 14 April 2013 and a supplementary deed dated 03 October 2013. It is constituted as an Unincorporated Association.

Organisation

The board of Trustees administers the charity. The board held meetings regularly to review the affairs of the charity. The board also set up a committee to assist them in carrying out the charity works. All decisions related to strategy and policy are made by Board of Trustees.

Recruitment and appointment of Trustees

The existing Trustees select the new trustees. In doing so the trustees seek the views and elders and supporters. They seek to identify people from regular service users who are willing to volunteer and able to help in our charity work. The Charity Commission's guidance on selection of new trustees is followed and due consideration is given for the individual's eligibility, personal competence, communication skills and specialised knowledge.

Related Parties

The charity does not have relationships with other parties and other charities & organisations with which it co-operates in pursuit of its charitable objectives.

Public Benefit Statement

The trustees considered that they have complied with the section 17 of the Charity Commission's Act 2011 with regard to the guidance on public benefit published by the Charity Commission.

Risk Management

The trustees have a risk management strategy which comprises

- Regular reviews of the risk charity may face
- Establishment of systems and procedures to mitigate those risks identified
- Implementation of procedures designed to minimise any potential impact on the charity should those risks arise.

MOGOK DHAMMA TRUST

DIRECTORS' AND TRUSTEES' REPORT (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Dr Tint Lwin - Chairman & Treasurer
Mr Zaw Win Lart - Secretary
Mr Aung Kyaw Thu
Dr Byinnya Kyaw Kyaw
Mr Hla Moe
Dr Myo Lwin
Mr Peter Turner
Mr Tar Tar Tun
Dr Thein Zaw
Mr Thu Rain Tun
Dr Win Nyi Aung

Chief Executive Officer: Dr Tint Lwin

Charity Number: 1154115

Principal Address: 94 Stradbroke grove, Clayhall, Ilford, Essex, IG5 0DL

Independent Examiner: David Terry FCA, Ramon Lee Ltd, 93 Tabernacle Street, London EC2A 4BA

Bankers: Barclays Bank Plc, Leicester, LE87 2BB

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The charity trustees are responsible for preparing the Trustees' 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 Charity and of the incoming resources and application of resources, of the charity for that period. In preparing these financial statements, the Trustees are required to:

- (a) select suitable accounting policies and apply them consistently;
- (b) observe the methods and principles in the applicable Charities SORP;
- (c) make judgements and estimates that are reasonable and prudent;
- (d) state whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements; and
- (e) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVED BY THE TRUSTEES AND SIGNED ON THEIR BEHALF BY:

DocuSigned by:

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DR TINT LWIN
Chair / Treasurer

30 July 2021

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MOGOK DHAMMA TRUST

I report to the trustees on my examination of the accounts of Mogok Dhamma Trust ("the Trust") for the year ended 31st March 2021 which are set out on pages 7 to 15.

This report is made solely to the charity's trustees, as a body, in accordance with the Charities Act 2011. 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 the charity's trustees as a body, for my Independent Examination, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trustee's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable 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 material matters have come to my attention which gives me cause to believe that:

- accounting records were not kept in accordance with section 130 of the Charities Act ; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements concerning the form and content of the accounts set out in the Charities (Accounts and Reports) 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.

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.



**DAVID TERRY FCA
RAMON LEE LTD
CHARTERED ACCOUNTANT**

**93 TABERNACLE STREET
LONDON EC2A 4BA**

30 July 2021

MOGOK DHAMMA TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31ST MARCH 2021

	Notes	Unrestricted Funds £	Restricted Funds £	2021 £	2020 £
Income					
Donations	2	79,454	79,413	158,867	81,420
Investment income	3	26	-	26	66
Total income		<u>79,480</u>	<u>79,413</u>	<u>158,893</u>	<u>81,486</u>
Expenditure					
Expenditure on charitable activities	4	39,616	-	39,616	63,757
Total expenditure		<u>39,616</u>	<u>-</u>	<u>39,616</u>	<u>63,757</u>
Net income/(expenditure) and net movement in funds for the year		39,864	79,413	119,277	17,729
<i>Reconciliation of funds</i>					
Total funds, brought forward		211,366	10,520	221,886	204,157
Total funds, carried forward		<u><u>251,230</u></u>	<u><u>89,933</u></u>	<u><u>341,163</u></u>	<u><u>221,886</u></u>

CONTINUING OPERATIONS

None of the charity's activities were acquired or discontinued during the above two financial periods.

TOTAL RECOGNISED GAINS AND LOSSES

The charity has no recognised gains or losses other than the above movement in funds for the above two financial periods.

The notes on pages 9 to 15 form part of these accounts.

MOGOK DHAMMA TRUST**BALANCE SHEET AS AT 31ST MARCH 2021**

	Notes	2021	2020
		£	£
Fixed assets			
Tangible fixed assets	7	427,648	437,630
Current assets			
Debtors	8	1,582	-
Cash at bank and in hand		167,046	51,853
		<u>168,628</u>	<u>51,853</u>
Liabilities			
Creditors falling due with in one year	9	(13,451)	(12,120)
		<u></u>	<u></u>
Net current assets		155,177	39,733
		<u>582,825</u>	<u>477,363</u>
Creditors falling due after one year	10	(241,662)	(255,477)
Net assets		<u>341,163</u>	<u>221,886</u>
The funds of the charity			
Unrestricted funds:			
General funds	11	251,230	211,366
Restricted funds	11	89,933	10,520
Total charity funds		<u>341,163</u>	<u>221,886</u>

These financial statements were approved by the Board of Directors and Trustees on 30 July 2021 and were signed on its behalf by:

DocuSigned by:

Dr Tint Lwin

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DR TINT LWIN (CHAIR/ Treasurer)**Charity Number: 1154115**

The notes on pages 9 to 15 form part of these accounts.

MOGOK DHAMMA TRUST

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2021

1. ACCOUNTING POLICIES

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with 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) (as amended for accounting period commencing from 1 January, 2019).

The Charity has taken advantage of the provisions in the SORP for the charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

Mogok Dhamma Trust meets the definition of a public benefit entity under FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

1.2 Income

Voluntary income including donations, gifts and legacies that provide core funding or are of general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Bank interest is included on a receipts basis.

Income Tax recoverable on donations received is included on an accruals basis.

1.3 Expenditure recognition and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is classified under the following activity headings:

(a) Expenditure on charitable activities includes the costs directly associated in running a Buddhist Temple and other community programmes, to further the purposes of the Charity and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

1.4 Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the Charity's programmes and activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The basis on which support costs have been allocated are set out in note 5.

1.5 Funds

Unrestricted funds are available for use at the discretion of the Trustees and in furtherance of the general objectives of the charity.

The restricted funds are monies raised for, and their use restricted to, a specific purpose or donations subject to donor imposed conditions.

MOGOK DHAMMA TRUST

NOTES TO THE ACCOUNTS (Cont/d)

FOR THE YEAR ENDED 31ST MARCH 2021

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. The cost of minor additions or those costing less than £500 are not capitalised. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Computer equipment	- 25% net book value
Free hold property	- 2% on cost

1.7 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term cash deposits.

1.8 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.

1.9 Financial instruments

The Trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.10 Cash flow statement

The charitable company qualifies as a small company and advantage has been taken of the exemption provided by SORP (FRS 102) as amended by Bulletin 1, not to prepare a cash flow statement.

1.11 Taxation

The Charity is a registered charity and, therefore, is not liable for Income Tax or Corporation Tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

1.12 Judgement and key sources of estimation uncertainty

In the application of the company's accounting policies, the charity is required to make judgments, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

MOGOK DHAMMA TRUST**NOTES TO THE ACCOUNTS (Cont/d)****FOR THE YEAR ENDED 31ST MARCH 2020****2. GRANTS AND DONATIONS**

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Donations	79,454	79,413	158,867	81,420
	<u>79,454</u>	<u>79,413</u>	<u>158,867</u>	<u>81,420</u>

Donation income in 2020 totalling £81,420 was attributed to unrestricted funds of £70,900 and £10,520 was attributed to restricted funds.

3. INCOME FROM INVESTMENT ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	2021 £	2020 £
Bank interest	26	-	26	66
	<u>26</u>	<u>-</u>	<u>26</u>	<u>66</u>

The other investment income in 2020 totalling £66 was all attributed to unrestricted funds.

4. ANALYSIS OF EXPENDITURE

	Buddhist temple £	2021 £	2020 £
Donation	2,550	2,550	9,590
Hall hire	-	-	1,377
Food and consumable	534	534	3,906
Honorariums	-	-	1,980
Festival event	300	300	4,822
Allowances to tire work	-	-	800
Support costs (Note 5)	34,012	34,012	40,562
Governance costs (Note 5)	2,220	2,220	720
	<u>39,616</u>	<u>39,616</u>	<u>63,757</u>

Of the £39,616 expenditure in 2021 (2020 - £63,757), £39,616 was charged to unrestricted funds (2020 - £63,757), £nil was charged to restricted funds (2020 - £nil).

MOGOK DHAMMA TRUST**NOTES TO THE ACCOUNTS (Cont/d)****FOR THE YEAR ENDED 31ST MARCH 2021****5. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS**

The Charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Governance costs and other support costs are apportioned separately between charity's key activity undertaken (see note 4) in the year. All the general support and governance costs have been apportioned to the various charitable activities on the basis of staff time allocated to each activity.

	Support costs £	Governance costs £	2021 £	2020 £
Rent and Rates	2,066	-	2,066	1,988
Light and heat	2,562	-	2,562	2,950
Mortgage interest	10,681	-	10,681	12,972
Repair and maintenance	200	-	200	5,123
Mortgage commitment fees	2,500	-	2,500	-
Telephone	939	-	939	763
Computer Costs	100	-	100	-
Printing, postage and stationery	359	-	359	1,519
Other Professional Services - Accountancy	-	1,380	1,380	-
Surveyor Fees	2,094	-	2,094	-
Insurances	297	-	297	431
Sundry expenses	1,443	-	1,443	46
Travel and Accommodation	162	-	162	4,694
Alms	600	-	600	-
First-Aid kit	26	-	26	-
Computer equipments Depreciation	283	-	283	377
Freehold property	9,700	-	9,700	9,700
Independent Examiner	-	840	840	720
	<u>34,012</u>	<u>2,220</u>	<u>36,232</u>	<u>41,282</u>

6. NET INCOME/(EXPENDITURE) FOR THE YEAR

This is stated after charging:

	2021 £	2020 £
Depreciation of Tangible fixed asset	9,983	10,077
Independent Examination fees	840	720
	<u>10,823</u>	<u>10,797</u>

MOGOK DHAMMA TRUST**NOTES TO THE ACCOUNTS (Cont/d)****FOR THE YEAR ENDED 31ST MARCH 2021****7. TANGIBLE FIXED ASSETS**

	2021	2020
	£	£
Net book value:		
Freehold property	426,800	436,500
Furniture & Fixtures	848	1,130
	<u>427,648</u>	<u>437,630</u>

Movements in the period:

<u>Cost or valuation</u>	Opening Balances	Additions	Disposals	Closing Balances
	£	£	£	£
Freehold property	485,000	-	-	485,000
Furniture & Fixtures	3,797	-	-	3,797
	<u>488,797</u>	<u>-</u>	<u>-</u>	<u>488,797</u>

<u>Depreciation:</u>	Opening Balances	Charge For Period	Disposals	Closing Balances
	£	£	£	£
Freehold property	48,500	9,700	-	58,200
Furniture & Fixtures	2,667	283	-	2,949
	<u>51,167</u>	<u>9,983</u>	<u>-</u>	<u>61,149</u>

8. DEBTORS

	2021	2020
	£	£
Trade Debtors	1,582	-
	<u>1,582</u>	<u>-</u>

9. CREDITORS: amounts falling due within one year

	2021	2020
	£	£
Mortgage	12,611	11,400
Accruals	840	720
	<u>13,451</u>	<u>12,120</u>

MOGOK DHAMMA TRUST**NOTES TO THE ACCOUNTS (Cont/d)****FOR THE YEAR ENDED 31ST MARCH 2021****10. CREDITORS: amounts falling due after more than one year**

	2021	2020
	£	£
Mortgage	241,662	255,477
	<u>241,662</u>	<u>255,477</u>

The mortgage loan is secured on the freehold property and is repayable over 25 years from 2015.

11. MOVEMENT IN FUNDS

	Balance as at 31.03.2020	Income	Expenditure	Balance as at 31.03.2021
	£	£	£	£
Restricted funds:				
New Monastery and New Temple	8,215	78,463	-	86,678
Boiler	2,305	150	-	2,455
New Year donation to Myanmar	-	800	-	800
	<u>10,520</u>	<u>79,413</u>	<u>-</u>	<u>89,933</u>
Unrestricted funds				
General funds	211,366	79,480	39,616	251,230
Total funds	<u>221,886</u>	<u>158,893</u>	<u>39,616</u>	<u>341,163</u>

Movement in funds – previous year

	Balance as at 31.03.2019	Income	Expenditure	Balance as at 31.03.2020
	£	£	£	£
Restricted funds:				
New Monastery	-	8,215	-	8,215
Boiler	-	2,305	-	2,305
	<u>-</u>	<u>10,520</u>	<u>-</u>	<u>10,520</u>
Unrestricted funds:				
General funds	204,157	70,966	63,757	211,366
Total funds	<u>204,157</u>	<u>81,486</u>	<u>63,757</u>	<u>221,886</u>

MOGOK DHAMMA TRUST**NOTES TO THE ACCOUNTS (Cont/d)****FOR THE YEAR ENDED 31ST MARCH 2021****12. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Unrestricted Funds £	Restricted Funds £	2021 £	2020 £
Tangible fixed assets	427,648	-	427,648	437,630
Net current assets	75,764	79,413	155,177	39,733
Long term liabilities	(241,662)	-	(241,662)	(255,477)
	<u>261,750</u>	<u>79,413</u>	<u>341,163</u>	<u>221,886</u>

Analysis of net assets between funds – previous year

	Unrestricted Funds £	Restricted Funds £	2020 £	2019 £
Tangible fixed assets	437,630	-	437,630	447,707
Net current assets	29,213	10,520	39,733	23,555
Long term liabilities	(255,477)	-	(255,477)	(267,105)
	<u>211,366</u>	<u>10,520</u>	<u>221,886</u>	<u>204,157</u>

13. RELATED PARTY TRANSACTIONS

No Trustee received any remuneration during the year (2020 - Nil). No Trustee received reimbursed travel expenses during the year (2020 - Nil).

There were no related party transactions for the period ended 31st March 2021.