

REGISTERED COMPANY NUMBER: 08608337 (England and Wales)
REGISTERED CHARITY NUMBER: 1161005

Trustees' Report and
Unaudited Financial Statements for the Year Ended 31 December 2020
for
The Kendo Nagasaki Foundation

Harris & Co Limited
Chartered Accountants
Marland House
13 Huddersfield Road
Barnsley
South Yorkshire
S70 2LW

The Kendo Nagasaki Foundation

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The Kendo Nagasaki Foundation

**Reference and Administrative Details
for the Year Ended 31 December 2020**

TRUSTEES	Ms R F Macdonald Mr L R Stevens Ms Y Walker
REGISTERED OFFICE	Moorcourt Hall Farley Road Oakamoor Stoke-on-Trent Staffordshire ST10 3BD
REGISTERED COMPANY NUMBER	08608337 (England and Wales)
REGISTERED CHARITY NUMBER	1161005
INDEPENDENT EXAMINER	Harris & Co Limited Chartered Accountants Marland House 13 Huddersfield Road Barnsley South Yorkshire S70 2LW

**Trustees' Report
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

Objectives and aims

To advance Buddhism in particular but not exclusively by the provision to those new to Buddhism of introductory education and experience of the practices of the Buddhism religion.

Significant activities

The Kendo Nagasaki Foundation provides events for people to come to Moorcourt Hall to take part in Zen Meditation, mindfulness and relaxation. Visitors have benefited from the experience we provide, and given good feedback via our website. We have maintained our provision of unique and original messages of peace and inspiration every month, available world-wide via our website. The foundation has been working on extending its facilities to accommodate more visitors to the site, and offer its Zen-based relaxation and empowerment experience and practices to a wider audience.

Public benefit

The Trustees have considered the Charity Commission's general guidance on public benefit and have taken it into account when reviewing the Charity's aims and objectives and in planning its future activities. The Trustees are satisfied that the aims of the Charity are carried out wholly in pursuit of its charitable aims for the public benefit. The Trustees consider the activities described clearly demonstrate the public benefit provided by the Charity.

ACHIEVEMENT AND PERFORMANCE

During the year the foundation was successful in continuing to enhance its profile and fundraising structure.

FINANCIAL REVIEW

Financial position

The impact of the pandemic has had an impact on our ability to fundraise. In March 2020 we were forced to suspend all planned events. The Trustees have focused on delivering what was possible. As a result the charity has made a deficit of £47,436 in the year. The balance sheet remains positive at £758,898.

In the opinion of the Trustees, the funds held at 31 December 2020 were available and adequate to fulfill the charitable obligations. The available funds have been carefully considered by the Trustees in planning its future activities.

Principal funding sources

The charities main source of income is derived from donations through supporting companies.

FUTURE PLANS

The charitable company will continue its activities in future years. It keeps the facilities in its charge under continual review with a view to maintaining and enhancing them.

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 of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association the trustees are elected to serve for a period of one year after which they are eligible for re-election at the next Annual General Meeting.

**Trustees' Report
for the Year Ended 31 December 2020**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

A Board of trustees administer the charitable company. The trustees are, in part, appointed by the individual members. In considering other appointments to the board, the trustees meet at least quarterly or more frequently if circumstances require.

INDEPENDENT EXAMINER

Stephen Watson has been re-appointed as independent examiner for the ensuing year.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Kendo Nagasaki Foundation for the purposes of company law) 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).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

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

Ms R F Macdonald - Trustee

**Independent Examiner's Report to the Trustees of
The Kendo Nagasaki Foundation**

Independent examiner's report to the trustees of The Kendo Nagasaki Foundation ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020.

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.

Stephen Watson
FCCA CTA
Harris & Co Limited
Chartered Accountants
Marland House
13 Huddersfield Road
Barnsley
South Yorkshire
S70 2LW

23 November 2021

The Kendo Nagasaki Foundation

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

	Notes	2020 Unrestricted fund £	2019 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		85,980	91,436
Other income	3	8,549	-
Total		<u>94,529</u>	<u>91,436</u>
EXPENDITURE ON			
Raising funds		4,968	5,610
Charitable activities	4		
Donations		136,997	42,498
Other		-	30,465
Total		<u>141,965</u>	<u>78,573</u>
NET INCOME/(EXPENDITURE)		<u>(47,436)</u>	<u>12,863</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		806,334	793,471
TOTAL FUNDS CARRIED FORWARD		<u><u>758,898</u></u>	<u><u>806,334</u></u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

Statement of Financial Position
31 December 2020

	Notes	2020 Unrestricted fund £	2019 Total funds £
FIXED ASSETS			
Tangible assets	9	786,762	782,808
Investments	10	4	4
		<hr/> 786,766	<hr/> 782,812
CURRENT ASSETS			
Debtors	11	2,094	9,946
Prepayments and accrued income		531	2,812
Cash at bank		500	14,661
		<hr/> 3,125	<hr/> 27,419
CREDITORS			
Amounts falling due within one year	12	(30,993)	(3,897)
		<hr/> (27,868)	<hr/> 23,522
NET CURRENT ASSETS			
		<hr/> (27,868)	<hr/> 23,522
TOTAL ASSETS LESS CURRENT LIABILITIES			
		758,898	806,334
NET ASSETS		<hr/> 758,898	<hr/> 806,334
FUNDS	13		
Unrestricted funds		758,898	806,334
TOTAL FUNDS		<hr/> 758,898	<hr/> 806,334

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

- (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.

Statement of Financial Position - 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 November 2021 and were signed on its behalf by:

Ms R F Macdonald - Trustee

The Kendo Nagasaki Foundation
Notes to the Financial Statements
for the Year Ended 31 December 2020

1. STATUTORY INFORMATION

The Kendo Nagasaki Foundation is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the company information page.

The presentation and functional currency of the financial statements is the Pound Sterling (£)

2. 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 2015)'.

The financial statements have been prepared on a going concern basis under the historical cost convention.

The Covid-19 pandemic has adversely impacted on global and UK societies and economies, and this impact has continued into the 2021 financial year. However in the directors' opinion there is no significant uncertainty as to the going concern basis..

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.

Plant and machinery	- 33% on cost straight line
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance

All fixed assets are initially recorded at cost.

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.

The Kendo Nagasaki Foundation

Notes to the Financial Statements - continued for the Year Ended 31 December 2020

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Government grants

Government grants are recognised in accordance with the accrual model of Section 24 of FRS 102.

Grants became receivable as compensation for expenses already incurred for the purpose of giving immediate financial support to the entity with no future related costs recognised in income in the period in which the grant became receivable.

3. OTHER INCOME

	2020	2019
	£	£
Government grants	8,549	-
	<u>8,549</u>	<u>-</u>

The other income relates to Job Retention Scheme grants received during the year.

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5)	Support costs	Totals
	£	£	£
Donations	25,587	111,410	136,997
	<u>25,587</u>	<u>111,410</u>	<u>136,997</u>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2020	2019
	£	£
Insurance	6,307	5,967
Light and heat	5,562	12,217
Telephone	2,299	946
Donations	-	1,182
Other establishment costs	3,507	3,385
Postage and stationery	977	68
Travel and motor expenses	2,889	4,899
Depreciation	4,046	2,830
	<u>25,587</u>	<u>31,494</u>

6. NET INCOME/(EXPENDITURE)

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

	2020	2019
	£	£
Depreciation - owned assets	4,046	2,830
Independent examination fee	1,000	1,000
	<u>5,046</u>	<u>3,830</u>

The Kendo Nagasaki Foundation

Notes to the Financial Statements - continued for the Year Ended 31 December 2020

7. TRUSTEES' REMUNERATION AND BENEFITS

During the year R Macdonald received a salary of £5,715 (2019 £4,894).

Trustees' expenses

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

8. STAFF COSTS

	2020 £	2019 £
Wages and salaries	38,943	25,350
Social security costs	-	27
Other pension costs	354	229
	<u>39,297</u>	<u>25,606</u>

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

	2020	2019
Administration and fundraising	<u>4</u>	<u>4</u>

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

9. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST					
At 1 January 2020	768,275	18,011	6,105	4,000	796,391
Additions	-	-	-	8,000	8,000
	<u>768,275</u>	<u>18,011</u>	<u>6,105</u>	<u>12,000</u>	<u>804,391</u>
At 31 December 2020	768,275	18,011	6,105	12,000	804,391
DEPRECIATION					
At 1 January 2020	-	7,707	3,563	2,313	13,583
Charge for year	-	2,576	381	1,089	4,046
	<u>-</u>	<u>10,283</u>	<u>3,944</u>	<u>3,402</u>	<u>17,629</u>
At 31 December 2020	-	10,283	3,944	3,402	17,629
NET BOOK VALUE					
At 31 December 2020	<u>768,275</u>	<u>7,728</u>	<u>2,161</u>	<u>8,598</u>	<u>786,762</u>
At 31 December 2019	<u>768,275</u>	<u>10,304</u>	<u>2,542</u>	<u>1,687</u>	<u>782,808</u>

The Kendo Nagasaki Foundation

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

10. FIXED ASSET INVESTMENTS

Shares in
group
undertakings
£

MARKET VALUE

At 1 January 2020 and
31 December 2020

4

NET BOOK VALUE

At 31 December 2020

4

At 31 December 2019

4

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Kendo's Day Care Limited

Registered office: Moorcourt Hall, Farley Road, Oakamoor, Stoke-on-Trent, ST10 3BD.

Nature of business: Day Care Facilities

Class of share:	%
Ordinary	holding
	100

	2020 £	31/12/19 £
Aggregate capital and reserves	(76,463)	(72,983)
Loss for the year	(3,480)	(7,464)
	<u> </u>	<u> </u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Amounts owed by group undertakings	1,344	946
Other debtors	750	9,000
	<u> </u>	<u> </u>
	<u>2,094</u>	<u>9,946</u>

The Kendo Nagasaki Foundation

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other creditors	27,654	1,000
Accruals and deferred income	3,339	2,897
	<u>30,993</u>	<u>3,897</u>

13. MOVEMENT IN FUNDS

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	806,334	(47,436)	758,898
	<u>806,334</u>	<u>(47,436)</u>	<u>758,898</u>
TOTAL FUNDS	<u>806,334</u>	<u>(47,436)</u>	<u>758,898</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	94,529	(141,965)	(47,436)
	<u>94,529</u>	<u>(141,965)</u>	<u>(47,436)</u>
TOTAL FUNDS	<u>94,529</u>	<u>(141,965)</u>	<u>(47,436)</u>

Comparatives for movement in funds

	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	793,471	12,863	806,334
	<u>793,471</u>	<u>12,863</u>	<u>806,334</u>
TOTAL FUNDS	<u>793,471</u>	<u>12,863</u>	<u>806,334</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	91,436	(78,573)	12,863
	<u>91,436</u>	<u>(78,573)</u>	<u>12,863</u>
TOTAL FUNDS	<u>91,436</u>	<u>(78,573)</u>	<u>12,863</u>

The Kendo Nagasaki Foundation

Notes to the Financial Statements - continued for the Year Ended 31 December 2020

13. MOVEMENT IN FUNDS - continued

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 £
Unrestricted funds			
General fund	793,471	(34,573)	758,898
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>793,471</u>	<u>(34,573)</u>	<u>758,898</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	185,965	(220,538)	(34,573)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>185,965</u>	<u>(220,538)</u>	<u>(34,573)</u>

14. RELATED PARTY DISCLOSURES

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

15. SHARE CAPITAL

The company is limited by guarantee and therefore has no share capital.