

**Kangyur Rinpoche Foundation**

**Trustees Report and Unaudited\* Accounts**

**For the Year Ended 31 December 2022**

PRB Accountants LLP  
Kingfisher House  
Hurstwood Grange  
Hurstwood Lane  
Haywards Heath  
West Sussex  
RH17 7QX

\* Accounts are independently reviewed and not audited as allowed under Charity Commission rules

## **Kangyur Rinpoche Foundation**

### **Charity Information**

Kangyur Rinpoche Foundation was recognised as a charity by the Charity Commission (under the Charities Act 1960) in 1982

### **Trustees**

Laraine Gethin  
Jennifer Kane  
Caroline Latham  
Charles Hastings  
David Smith  
John Canti  
Taklung Tsetul Pema Wangyal  
Dawa Horeau  
Mike Stead  
Khyentse Jigme Cholley  
Elizabeth Stead

### **Charity Number**

284845

### **Charity Address**

Mike Stead  
152 Crescent Drive South  
Brighton  
BN2 6SA

### **Independent Examiners**

Christopher Whitley-Jones FCA  
PRB Accountants LLP  
Kingfisher House  
Hurstwood Grange  
Hurstwood Lane  
Haywards Heath  
West Sussex  
RH17 7QX

# **Trustees of the Kangyur Rinpoche Foundation Annual Report for the year ended 31 December 2022**

## **Overview**

The Foundation received donations in the amount of £632k during the year.

Donations made by the Foundation amounted to £454k, primarily for projects in Tibet, Nepal and India.

As at December 2022 the Foundation has restricted funds of £12k (2021 - £12k).

We fund projects that provide education and support to children, including the Bamboo school project in Nepal and the education of the Baudha street children; we have supported institutions in Sikkim (Ven. DodrupChen Rinpoche) and in Shimla (Taklung Tsetul). We have also been able to support projects in Tibet

This year we have continued to donate monies to saving lives. In particular horses in Uruguay and fish in Tibet and Hong Kong

There has been very little progress with the conference centre that is proposed to be built in France although we are still hopeful that planning permission will be gained in the next few years.

Work is progressing on finalising the plans for the library and seeking the required funding.

The Foundation is very appreciative of the work undertaken by volunteers in meeting its objectives and in keeping its administration costs to a minimum.

## **History of the Charity**

The organisation was set up by 5 founding trustees in 1980. Kangyur Rinpoche was a special teacher and this charity seeks to continue his work in relieving poverty, distress and suffering in any part of the world with particular reference to children and displaced persons.

## **Trustees review**

Given the age of the charity there are no set rules within the trust deed about the minimum numbers of trustees, quorate numbers or length of service and reappointments.

A review of the trustee membership and skill set required for the charity is undertaken yearly to ensure that the Foundation has the appropriate mix of skills. It was considered that the current trustees meet the charities' requirements at the present time. External advice is sought where there is a need for skills or specific knowledge areas not covered by the trustees.

## **Public Benefit Statement**

In pursuing our objectives and planning our activities for the year, the Trustees have given consideration to the duties set out in section 17 of the Charities Act 2011 to have due regard to public benefit. In particular, the Trustees have considered how the planned activities will contribute to the overall aims and objectives that they have set

The Trustees believe that the overview above and the objectives outlined below relate the benefit that the charity provides to the public.

# **Trustees of the Kangyur Rinpoche Foundation Annual Report for the year ended 31 December 2022**

## **Constitution, object and policies**

*The charity seeks to:*

Relieve poverty, distress and suffering in any part of the world with particular reference to children and such persons who are displaced, stateless or refugees and the family and dependants of such persons and in particular those of Tibetan race or origin and to advance the education of such persons.

## **Statement of responsibilities of the trustees**

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 charity's financial activities during the year and of its financial position at the end of the year. In preparing those statements, the trustees are required to:-

- > Select suitable accounting policies and apply them consistently;
- > Make judgements and estimates that are reasonable and prudent;
- > State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- > Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which 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. 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.

## **Risk management**

The trustees actively review the major risks which the charity faces on a regular basis and confirm that they have established systems to mitigate the significant operational and business risks.

With respect to risk associated with potential fraud the Trustees have appointed one Trustee to oversee this area to ensure that as far as is possible the risk of fraud is minimised.

## **Financial review**

The charity recorded a surplus for the year ended 31 December 2022 of £76k (2021 - £46k). The restricted surplus carried forward amounts to £12k and the unrestricted surplus carried forward amounts to £1,844k as at 31 December 2022.

The application of surplus funds is reviewed regularly in order that they can be used to make the most impact in meeting the Foundation's objectives

## **Trustees of the Kangyur Rinpoche Foundation Annual Report for the year ended 31 December 2022**

### **Reserves Policy**

A large proportion of monies are expended as and when funds are available. To be prudent, it is considered that a certain level of reserves should be held to meet unforeseen circumstances. It has been agreed that at least 3 months' of expenditure is to be held in cash and reserves at all times.

### **Investment policy**

Investments are stated in the balance sheet at their fair value as at the balance sheet date. All movements in value arising from investment changes or revaluation are recognised in the statement of financial activities. Gains or losses in investments are calculated as the difference between the disposal proceeds and the historic cost.

The trustees review the investments at its meetings to ensure that they remain appropriate with respect to risk and reward.



Mike Stead  
Trustee  
16th October 2023

## **Independent Examiner's Report to the Trustees of The Kangyur Rinpoche Trust**

I report on the accounts of the Trust for the year ended 31 December 2022.

### **Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Act), and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants in England and Wales

It is my responsibility to:

- examine the accounts (under section 145 of the Act, as amended);
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 145(5)(b) of the Act, as amended); and
- to state whether particular matters have come to my attention.

### **Basis of independent examiner's report**

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

### **Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in, any material respect, the requirements to ensure that:

- proper accounting records are kept (in accordance with section 130 of the Act); and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Act; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

have not been met.

Independent Examiner:  
Christopher Whitley-Jones FCA  
PRB Accountants LLP  
Kingfisher House  
Hurstwood Grange  
Hurstwood Lane  
Haywards Heath  
RH17 7QX



16th October 2023

**Kangyur Rinpoche Foundation**  
**Statement of Financial Activities**  
(including Income & Expenditure Account)  
for the year ended 31 December 2022

	Notes	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
<b>Income</b>					
Voluntary income - donations		632,108	0	632,108	756,576
Investment income		542	0	542	306
Other resources incoming		12,239	0	12,239	22,201
<b>Total</b>		<b>644,889</b>	<b>0</b>	<b>644,889</b>	<b>779,083</b>
<b>Expenditure</b>	4				
Charitable activities		566,737	630	567,367	731,547
Governance Costs		1,182	0	1,182	1,182
<b>Total</b>		<b>567,919</b>	<b>630</b>	<b>568,549</b>	<b>732,729</b>
<b>Net income before other recognised gains</b>		<b>76,970</b>	<b>(630)</b>	<b>76,340</b>	<b>46,354</b>
Other recognised gains / (losses)		0	0	0	0
<b>Net movement in funds</b>		<b>76,970</b>	<b>(630)</b>	<b>76,340</b>	<b>46,354</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		1,766,776	12,511	1,779,287	1,732,933
<b>Total funds carried forward</b>		<b>1,843,746</b>	<b>11,881</b>	<b>1,855,627</b>	<b>1,779,287</b>

**THE KANGYUR RINPOCHE FOUNDATION**

**BALANCE SHEET AT 31 DECEMBER 2022**

	<i>notes</i>	<b>2022</b>	<b>2022</b>	<b>2021</b>	<b>2021</b>
		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>FIXED ASSETS</b>					
Tangible assets	6		<b>934,546</b>		<b>916,156</b>
<b>CURRENT ASSETS</b>					
Cash at bank		<u>922,291</u>		<u>864,341</u>	
		922,291		864,341	
<b>CURRENT LIABILITIES</b>					
Creditors due in one year	7	1,210		1,210	
<b>NET CURRENT ASSETS</b>			<u><b>921,081</b></u>		<u><b>863,131</b></u>
<b>NET ASSETS</b>			<u><b>1,855,627</b></u>		<u><b>1,779,287</b></u>
<b>FUNDS</b>					
Unrestricted Funds			1,843,746		1,766,776
Restricted reserves	8		<u>11,881</u>		<u>12,511</u>
<b>Total Charity Funds</b>			<u><b>1,855,627</b></u>		<u><b>1,779,287</b></u>

Approved by the Board of  
Trustees and signed on its  
behalf by Mike Stead



16th October 2023



## Kangyur Rinpoche Foundation

Notes forming part of the Financial Statements for the year ended 31 December 2022

### 1 Accounting Policies

#### (a) Basis of accounting

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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)

##### *Going Concern*

The trustees assess each year whether it is appropriate to prepare the accounts on a going concern basis. The trustees have concluded that The Kangyur Rinpoche Foundation is a going concern. The financial statements have been prepared on a going concern basis and the assets and liabilities valued accordingly.

#### (b) Fund Accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

#### (c) Income

Income is recognised when the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

- Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.
- Investment income is included when receivable.
- Incoming resources from charitable trading activity are accounted for when earned.

#### (d) Expenditure

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.

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs comprise the independent examiner's fee.
- All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, as set out in Note 4.

#### (e) Fixed Assets

Fixed assets (excluding investments) are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £1,000 are not capitalised. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life, which in the case of land and buildings is estimated at 50 years (on the estimated cost of the buildings components).

Vehicles are stated at cost which are depreciated over a period of 5 years on a straight line basis. The period has been increased from 3 years in 2016 to reflect the residual costs of vehicles

Computer equipment are stated at cost which are depreciated over a period of 3 years on a straight line basis.

#### (f) Foreign currency

Monetary assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the average exchange rate during the period. Exchange differences are taken into account in arriving at the net movement in funds.

## 2 Taxation

The Foundation is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

## 3 Employees

The Foundation is operated by voluntary staff and no payments are made to them except expenses incurred in the execution of their duties for the Foundation.

## 4 Expenditure

	Basis of allocation	Charitable Activity £	Governance £	2022 Total £	2021 Total £
<b>Costs directly allocated to activities</b>					
Donations	Direct	453,630	-	453,630	562,720
Subsistence, hospitality, travel	Direct	62,262	-	62,262	52,239
Property taxes	Direct	11,664	-	11,664	10,310
Property maintenance	Direct	33,849	-	33,849	65,251
Property depreciation	Direct	14,550	-	14,550	14,550
Vehicle depreciation	Direct	8,235	-	8,235	5,042
Dictionary project and books	Direct	-	-	-	12
<b>Support costs allocated to activities</b>					
Administration	100% Charitable	29	-	29	55
Bank charges	100% Charitable	1,887	-	1,887	1,372
Exchange loss / (gain)		(18,739)	-	(18,739)	19,996
Accountancy fee		-	1,182	1,182	1,182
<b>Total</b>		<b>567,367</b>	<b>1,182</b>	<b>568,549</b>	<b>732,729</b>

## 5 Net Income for the Year

This is stated after charging:

	2022 £	2021 £
Depreciation	22,785	19,592
Examiner's fee	1,182	1,182
	<b>23,967</b>	<b>20,774</b>

## 6 Tangible Fixed Assets

At Cost or Valuation	Total £	Land & Building £	Computer Equipment £	Vehicles
At 1 January 2022	1,098,935	1,059,636	1,480	37,819
Additions	41,175	-	-	41,175
<b>Total</b>	<b>1,140,110</b>	<b>1,059,636</b>	<b>1,480</b>	<b>78,994</b>
<b>Depreciation</b>				
At 1 January 2021	182,779	143,480	1,480	37,819
Charge for the year	22,785	14,550	-	8,235
<b>Total</b>	<b>205,564</b>	<b>158,030</b>	<b>1,480</b>	<b>46,054</b>
<b>Net book value 31 December 2022</b>	<b>934,546</b>	<b>901,606</b>	<b>-</b>	<b>32,940</b>
<b>Net book value 31 December 2021</b>	<b>916,156</b>	<b>916,156</b>	<b>-</b>	<b>-</b>

The Foundation introduced a depreciation charge on its properties in 2005. Estimated build costs have been depreciated over 50 years.

In 2016 there has been a shared purchase of land (Intamnies plot N° 69, 70, 71, 72) in the sum of £21,110 representing 19% of the total value, which is held via a Société Civile Immobilière, a non-trading corporate structure commonly used in France for the ownership of land.

A property adjoining other properties owned by the Foundation was purchased in July 2018 to house the library in the sum of £571k

## 7 Creditors: Amounts Falling Due within One Year

	2022 £	2021 £
Examiner's Fee	1,210	1,210
Total	<u>1,210</u>	<u>1,210</u>

## 8 Restricted Accounts

	Opening Balance 01/01/2022 £	Incoming £	Outgoing £	Transfers £	Closing Balance 31/12/2022 £
Other (not separately identified)	12,511	-	630	-	11,881
Totals	<u>12,511</u>	<u>-</u>	<u>630</u>	<u>-</u>	<u>11,881</u>

## 9 Movement of net assets between funds

	Unrestricted	Restricted	Total 2022
Fixed Assets	922,665	11,881	934,546
Current Assets	922,291	-	922,291
Current Liabilities	(1,210)	-	(1,210)
Fund at 31.12.2022	<u>1,843,746</u>	<u>11,881</u>	<u>1,855,627</u>