

Kangyur Rinpoche Foundation

Trustees Report and Audited Accounts

For the Year Ended 31 December 2023

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

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

Auditors

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 2023

Overview

The Foundation received donations in the amount of £1,766k during the year (2022 - £632k) . The significant increase was mainly due to a large donations from one supporter. He donated just over £1 million to support the activities of the Foundation. This has enabled the Foundation to support many more worthwhile projects and to support many people in need.

The higher level of income has, under the Charity Commission rules, required the Foundation to have its accounts fully audited this year as opposed to being independently examined.

Donations made by the Foundation amounted to £1,309k (2022 - £454k), primarily for projects in Tibet, Nepal and India.

As at December 2023 the Foundation has restricted funds of £11k (2022 - £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 of the Kangyur Rinpoche Foundation Annual Report for the year ended 31 December 2023

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.

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.

Trustees of the Kangyur Rinpoche Foundation Annual Report for the year ended 31 December 2023

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 2023 of £324k (2022 - £76k). The restricted surplus carried forward amounts to £11k and the unrestricted surplus carried forward amounts to £2,169k as at 31 December 2023.

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

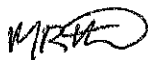
Reserves Policy

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
Date

17/10/24

Independent Auditor's Report to the Members of Kangyur Rinpoche Foundation for the year ended 31 December 2023

Opinion

We have audited the financial statements of Kangyur Rinpoche Foundation (the 'charity') for the year ended 31 December 2023 which comprise the statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

give a true and fair view of the state of the charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;

have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Independent Auditor's Report to the Members of Kangyur Rinpoche Foundation for the year ended 31 December 2023

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We have considered the following facts in evaluating whether the audit was capable of detecting irregularities and fraud. The audit was conducted using a proprietary audit pack. The pack is designed to detect fraud and irregularities; PRB Accountants LLP have been registered as statutory auditors since 2001, and are experienced auditors; Materiality was calculated and used for identifying key audit areas, setting sample sizes and evaluating errors; Analytical review of the profit and loss was performed at the planning stages and throughout the audit to help identify any irregularities; PRB Accountants LLP staff members regularly take part in continuing professional development courses to expand their knowledge and to keep up to date with changes to legislations; A pre-audit discussion was held with the client to discuss any changes to the entity for and after the financial year end including accounting systems, turnover of key staff, instances of actual, suspected or alleged fraud, non-compliance with laws and regulations.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

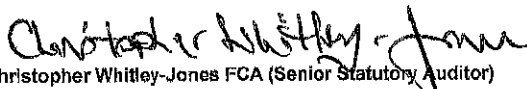
Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.


Christopher Whitley-Jones FCA (Senior Statutory Auditor)
For and on behalf of
PRB Accountants LLP
Chartered accountants & statutory auditor
Kingfisher House
Hurstwood Grange, Hurstwood Lane
Haywards Heath
West Sussex
RH17 7QX

17/10/24

Kangyur Rinpoche Foundation
Statement of Financial Activities
(including Income & Expenditure Account)
for the year ended 31 December 2023

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
Notes				
Income				
Voluntary income - donations	1,766,220	0	1,766,220	632,108
Investment income	4,631	0	4,631	542
Other resources incoming	21,120	0	21,120	12,239
Total	1,791,971	0	1,791,971	644,889
Expenditure				
4				
Charitable activities	1,464,368	630	1,464,998	567,367
Governance Costs	2,672	0	2,672	1,182
Total	1,467,040	630	1,467,670	568,549
Net income before other recognised gains	324,931	(630)	324,301	76,340
Other recognised gains / (losses)	0	0	0	0
Net movement in funds	324,931	(630)	324,301	76,340
Reconciliation of funds				
Total funds brought forward	1,843,746	11,881	1,855,627	1,779,287
Total funds carried forward	2,168,677	11,251	2,179,928	1,855,627

THE KANGYUR RINPOCHE FOUNDATION

BALANCE SHEET AT 31 DECEMBER 2023

	notes	2023 £	2023 £	2022 £	2022 £
FIXED ASSETS					
Tangible assets	6		911,761		934,546
CURRENT ASSETS					
Cash at bank		<u>1,270,867</u>		<u>922,291</u>	
		1,270,867		922,291	
CURRENT LIABILITIES					
Creditors due in one year	7	2,700		1,210	
NET CURRENT ASSETS			<u>1,268,167</u>		<u>921,081</u>
NET ASSETS			<u>2,179,928</u>		<u>1,855,627</u>
FUNDS					
Unrestricted Funds			2,168,677		1,843,746
Restricted reserves	8		<u>11,251</u>		<u>11,881</u>
Total Charity Funds			<u>2,179,928</u>		<u>1,855,627</u>

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



date: 17-10-24

Kangyur Rinpoche Foundation

Notes forming part of the Financial Statements for the year ended 31 December 2023

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	2023 Total	2022 Total
Costs directly allocated to activities		£	£	£	£
Donations	Direct	1,309,304	-	1,309,304	453,630
Subsistence, hospitality, travel	Direct	88,705	-	88,705	62,262
Property taxes	Direct	8,697	-	8,697	11,664
Property maintenance	Direct	18,629	-	18,629	33,849
Property depreciation	Direct	14,550	-	14,550	14,550
Vehicle depreciation	Direct	8,235	-	8,235	8,235
Dictionary project and books	Direct	-	-	-	-
Support costs allocated to activities					
Administration	100% Charitable	-	-	-	29
Bank charges	100% Charitable	3,022	-	3,022	1,887
Exchange loss / (gain)		13,856	-	13,856	(18,739)
Accountancy fee		-	2,672	2,672	1,182
Total		1,464,998	2,672	1,467,670	568,549

5 Net Income for the Year

This is stated after charging:

	2023	2022
	£	£
Depreciation	22,785	22,785
Auditor's fee	2,672	1,182
	<u>25,457</u>	<u>23,967</u>

6 Tangible Fixed Assets

At Cost or Valuation	Total £	Land & Building £	Computer Equipment £	Vehicles
At 1 January 2023	1,140,110	1,059,636	1,480	78,994
Additions	-	-	-	-
Total	<u>1,140,110</u>	<u>1,059,636</u>	<u>1,480</u>	<u>78,994</u>
Depreciation				
At 1 January 2023	205,564	158,030	1,480	46,054
Charge for the year	22,785	14,550	-	8,235
Total	<u>228,349</u>	<u>172,580</u>	<u>1,480</u>	<u>54,289</u>
Net book value 31 December 2023	<u>911,761</u>	<u>887,056</u>	<u>-</u>	<u>24,705</u>
Net book value 31 December 2022	<u>934,546</u>	<u>901,606</u>	<u>-</u>	<u>32,940</u>

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

	2023	2022
	£	£
Audit / Examiner's Fee	2,700	1,210
Total	<u>2,700</u>	<u>1,210</u>

8 Restricted Accounts

	Opening Balance 01/01/2023	Incoming	Outgoing	Transfers	Closing Balance 31/12/2023
	£	£	£	£	£
Other (not separately identified)	11,881	-	630		11,251
Totals	<u>11,881</u>	<u>-</u>	<u>630</u>	<u>0</u>	<u>11,251</u>

9 Movement of net assets between funds

	Unrestricted	Restricted	Total 2023
Fixed Assets	900,510	11,251	911,761
Current Assets	1,270,867	0	1,270,867
Current Liabilities	(2,700)	0	(2,700)
Fund at 31.12.2023	<u>2,168,677</u>	<u>11,251</u>	<u>2,179,928</u>