

VIPASSANA TRUST  
TRUSTEES' ANNUAL REPORT

VIPASSANA TRUST

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> MAY 2019

COMPANY NUMBER:- 2246810

REGISTERED CHARITY NUMBER:- 327798

R J FRANCIS AND CO.  
Chartered Accountants  
& Registered Auditors  
Marshall Business Centre  
Faraday Road  
Hereford  
HR4 9NS

VIPASSANA TRUST  
TRUSTEES' ANNUAL REPORT  
FOR THE YEAR ENDED 31<sup>ST</sup> MAY 2019

| <u>CONTENTS:</u>  | <u>PAGE</u> |
|---|-------------|
| Company Information   | 1           |
| Trustees' Annual Report   | 2 - 4       |
| Independent Auditor's Report  | 5 - 7       |
| Statement of Financial Activities<br>(Incorporating the Income and Expenditure Account) | 8           |
| Balance Sheet   | 9           |
| Notes to the Financial Statements   | 10 - 14     |
| The following page does not form part of the<br>statutory financial statements:         |             |
| Detailed Statement of Financial Activities  | 15          |

## Trustees for Financial Year 2017/18

|                  |                     |
|------------------|---------------------|
| <b>President</b> | Tom Wolfe           |
| <b>Secretary</b> | Julie James         |
| <b>Treasurer</b> | Abhishek Srivastava |

### Other Trustees Serving throughout the year

Michael Abbott  
Datta Mandnikar  
Toby Fairs-Billam  
Yuta Fairs-Billam  
Priya Koel  
Misty Simpson  
Sally Nickless  
Timothy McGregor  
Madelaine Robinson  
Katja Fidler

| <b>Appointed during the year</b> | <b>Appointment Date</b> |
|----------------------------------|-------------------------|
| Annamarie Beijl                  | 30 September 2018       |
| Jess Maloney                     | 30 September 2018       |

| <b>Resigned during the year</b> | <b>Resignation Date</b> |
|---------------------------------|-------------------------|
| August Griffin                  | 30 September 2018       |
| Nick Potter                     | 30 September 2018       |
| Paul Brown                      | 30 September 2018       |

**Company Number** 2246810

**Registered Office**  
Dhamma Dipa  
Pencoyd  
St. Owens Cross  
Hereford  
HR2 8NG

**Auditors**  
RJ Francis & Co Limited  
Marshall Business Centre  
Faraday Road  
Hereford  
HR4 9NS

**Bankers**  
HSBC  
88 High Street  
Hanham  
Bristol BS15 3EJ

**Registered Charity** 327798

## TRUSTEES' ANNUAL REPORT

## TRUSTEES' ANNUAL REPORT

The trustees, who are also directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 May 2019.

## AIMS AND CHARITABLE PURPOSES

Vipassana Trust exists to advance human happiness through the teaching of principles established by the late Sayagyi U Ba Khin. These include the practice of Vipassana meditation: a technique for developing concentration, insight and higher standards of morality that was originally taught by the Buddha.

## ACTIVITIES – MEETING OUR CHARITABLE PURPOSES

Vipassana meditation courses are provided for adults and Anapana meditation courses are provided for children and young people. The trust's activities are based at two sites: Dhamma Dipa, a residential meditation centre at Pencoyd, Herefordshire; Dhamma Padhana, a second purpose-built residential centre adjacent to Dhamma Dipa. Additional courses are held at rented sites in the North of England and in Scotland.

The number of full-time adult participants (and number of courses) this year are summarised below (excluding 1-day courses):

| Course Type | Dhamma Dipa   | Dhamma Padhana | Total 18/19   | Total 17/18   |
|-------------|---------------|----------------|---------------|---------------|
| 10-day      | 2,495<br>(21) | 229<br>(4)     | 2,724<br>(25) | 2,790<br>(26) |
| Other       | -<br>-        | 536<br>(8)     | 536<br>(8)    | 751<br>(15)   |

Note: 10-day courses are the standard introduction of the technique to adult students; 'old' students, that is those who have already completed a course in this tradition, may participate in these courses as well as in others that are shorter or longer.

A Vipassana course for an adult is a rewarding but often demanding experience. The trust has a thorough application process to ensure that applicants understand the nature of what they are undertaking and have a good chance of benefiting from their commitment of time and effort.

## RECENT ACHIEVEMENTS

Dhamma Dipa has been operating at its maximum number of students of 128 students per course for a number of years. We have waiting lists for most of our courses.

During this financial year Dhamma Padhana has a capacity per course of 72 students and achieved around 90% (2017/18 64 student capacity and 90%) full on average.

Further works were carried out on the dedicated pagoda cell block which was complete in and first used for a course in July 2018. At the end of April the centre was closed for three months to allow work to be carried out on the meditation hall. This included removing the cells installed there as a temporary measure and enlarging it to allow for over 100 meditators. At the same time other temporary cells in one of the accommodation blocks were converted back to residential units. This increases the capacity of the centre to 72 and, more importantly, means that when other infrastructure buildings are completed, the hall and pagoda are ready to receive the sites designed capacity of 100 students. During the year more courses of a longer duration meant that the total number of courses run declined.

The Dhamma Sukhakāri branch in Saxmundham ran regular 3 day courses up to November 2017. The centre was then closed and put on the market as efforts were concentrated on the purchase of a new centre, capable of running 10 day courses. A new CIO (Charity Incorporated Organisation) named Vipassana Trust (Dhamma Sukhakāri) was established as an entity separate to Vipassana Trust, as a mechanism to purchase and run a property suitable for this purpose. In January 2018 Walnut Tree Manor in Haughley Green, Suffolk was purchased for this purpose. The first course was held there in October 2018. As noted below and in the accounts, Vipassana Trust is delighted to be in the position to make financial assistance available to assist with this exciting development.

Other non-centre 3-day courses were held in the North of England and a 10-day course took place in Scotland.

## FINANCIAL SUPPORT TO THE NEW CENTRE

Financial support to the second centre project has included the following:

- monthly support of £3k since January 2018 (£36k in this financial year and £15k in the previous financial year)
- establishing a Second Centre Fund and giving those funds to the new CIO: £139k (£35k in 2017/18)
- giving Dana of the balance of the East Anglia Fund which included the proceeds of the sale of the Saxmundham property and the surplus of the sale proceeds over the book value. The book value was £256k and the sale realised £481k after costs
- In the previous financial year:
  - giving one off Dana (donation) of £300k
  - forgiving a debt incurred to Dhamma Dipa to assist with the purchase of the old centre at Saxmundham of £84k

This means that £36k (2018: £399k) has been given from general funds with £225k (2018: £261k) from designated and £139 (2018: £35k) from restricted funds.

VIPASSANA TRUST  
TRUSTEES' ANNUAL REPORT

## **FUTURE STRATEGY**

Vipassana Trust aims to facilitate the spread of Vipassana meditation as taught by S.N. Goenka in the UK.

For 2018/19, Vipassana Trust's primary objectives are:

- 1.To finalise the master plan for Dhamma Dipa
- 2.To get planning permission for the master plan
- 3.To communicate to the old student community a vision for the completion of Dhamma Dipa, to inspire the dana needed to realise it.

The trust's other objectives for the year are:

- 4.To continue to work in collaboration with Dhamma Sukhakāri Trust for the spread of Vipassana meditation in the UK
- 5.To continue to support the existing regional groups in the UK.

and,

- 6.To support the development and implementation of the management systems at Dhamma Dipa
- 7.To support the maintenance of the buildings and grounds at Dhamma Dipa.

The Dhamma Padhāna Branch Future Strategies are:

- i. To continue to provide suitable meditation facilities to those who wish to work more deeply in Vipassana Meditation, by providing longer courses and special courses at Dhamma Padhāna
- ii. To resolve the construction issues that have emerged with the zinc roofing of the Dhamma Padhāna pagoda
- iii. Once the roof issues have been resolved, to build a kitchen/dining/office block for Dhamma Padhāna, a laundry, and accommodations for up to 100 students total.

## **FINANCIAL STATEMENT**

The incoming resources for the year amounted to £967K (2017/18: £1,159k), expenditure was £1,044k (2017/18: £1,389k) leaving a net deficit of £77k (2017/18: deficit of £230k)

## **ORGANISATION**

Management of the trust's business affairs is by a Board of Directors.

Vipassana Trust directly runs a programme of ten-day and other shorter courses at Dhamma Dipa. In addition, its branch, Dhamma Padhana, the European Long-Course Centre, is dedicated to running courses for experienced students only. It provides special facilities for students who wish to take longer courses (20 days or more). Dhamma Dipa and Dhamma Padhana share many facilities, in particular the office, kitchen and maintenance workshop.

In addition, it organises 3-day and 10-day courses at rented off-centre locations in different parts of the UK.

No charges are made for attending courses, either by way of fees or accommodation expenses, and donations are accepted only from students who have successfully completed a 10-day course. It is made clear to all participants that these donations are not payment for the teaching and accommodation that they have received, but contributions towards the costs of providing courses in the future for others to attend. The donations are called 'dana' (a Pali word). Donations given at the end of a course (course dana) are the main source of funding for the trust, which also receives donations by way of monthly standing orders and one-off donations. We also receive student loans of varying amounts and duration.

Teaching and serving (working) on courses is always done on a voluntary basis. The day to day running of the centre is largely done by volunteers although the Trust employs two part-time office staff. It also pays for the services of a part-time self-employed finance manager. In 2017 the Trust took the decision to employ a full-time maintenance co-ordinator, who started in August 2017.

VIPASSANA TRUST

TRUSTEES' ANNUAL REPORT

**RESTRICTED FUNDS**

Branch activities and specific projects are funded by donations given specifically for these activities and from surplus funds designated by trustees.

In addition, the trust collects dana from old students for specific projects or for its sister organisations in other countries such as the Global Pagoda fund. These monies are used solely to support the projects to which they have been donated. The Outreach and Global Pagoda Funds are the only ones that may receive gifts from those who have not completed a 10-day course.

**SUBSIDIARY COMPANY**

Vipassana Construction and Services Ltd (VCSL) was incorporated in 2013 but remained dormant until April 2015. It was set up after consultation with professional advisors as an appropriate way to manage and administer certain activities of Vipassana Trust which fall outside its main objectives, most specifically to act as principal contractor for its building projects. VCSL is a wholly owned subsidiary of Vipassana Trust and its directors are appointed by the trust.

**RESERVES POLICY**

The Trustees operate a policy of retaining sufficient funds to meet the anticipated running costs of the organisation.

**AUDITOR**

A resolution to re-appoint R J Francis & Co Limited as auditor for the ensuing year will be proposed at the Annual General Meeting.

Registered office:  
Dhamma Dipa  
Pencoyd  
St. Owens Cross  
Hereford  
HR2 8NG

Signed by order of the trustees



Julie James  
Company Secretary

Date: 8<sup>th</sup> September 2019

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF VIPASSANA TRUST

**Opinion**

We have audited the financial statements of Vipassana Trust for the year ended 31<sup>st</sup> May 2019, which comprise the Statement of Financial Activities, Balance Sheet and Notes to the Financial Statements, 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 Section 1A 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company'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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31<sup>st</sup> May 2019 and of its deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (IS As (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 company 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.

**Conclusion relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

VIPASSANA TRUSTINDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF VIPASSANA TRUST**Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' Report has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustee's Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 required us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' Report and from the requirement to prepare a Strategic Report.



VIPASSANA TRUSTINDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF VIPASSANA TRUST**Responsibilities of directors**

As explained more fully in the Statement of trustees' Responsibilities (set out on page 3), the trustees are responsible for preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as directors 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 company'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 company or to cease operations, or have no realistic alternative but to do so.

**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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.



R J Francis (Senior Statutory Auditor)

For and on behalf of R J Francis & Co Limited, Statutory Auditor

Marshall Business Centre  
Faraday Road  
Hereford  
HR4 9NS

8<sup>th</sup> September 2019

(7)  
VIPASSANA TRUST

STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING THE INCOME & EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31<sup>ST</sup> MAY 2019

|   | Note | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | Total Funds<br>2019<br>£ | Total Funds<br>2018<br>£ |
|---|------|----------------------------|--------------------------|--------------------------|--------------------------|
| <u>INCOME AND ENDOWMENTS FROM:</u>                    |      |                            |                          |                          |                          |
| Donations and Legacies                                | 2    | 488,246                    | 429,054                  | 917,300                  | 1,085,732                |
| Investment income                                     | 3    | 14                         | 25                       | 39                       | 163                      |
| Other Income  | 4    | 34,960                     | 15,086                   | 50,046                   | 73,643                   |
|   |      | <hr/>                      | <hr/>                    | <hr/>                    | <hr/>                    |
|   |      | 523,220                    | 444,165                  | 967,385                  | 1,159,538                |
|   |      | <hr/>                      | <hr/>                    | <hr/>                    | <hr/>                    |
| <u>EXPENDITURE ON:</u>                                |      |                            |                          |                          |                          |
| Costs of charitable activities                        | 5    | 524,624                    | 519,795                  | 1,044,419                | 1,389,158                |
|   |      | <hr/>                      | <hr/>                    | <hr/>                    | <hr/>                    |
|   |      | 524,624                    | 519,795                  | 1,044,419                | 1,389,158                |
|   |      | <hr/>                      | <hr/>                    | <hr/>                    | <hr/>                    |
| <u>NET</u><br><u>(DEFICIT)</u><br><u>FOR THE YEAR</u> | 6    | (1,404)                    | (75,630)                 | (77,034)                 | (229,620)                |
| <u>TRANSFER BETWEEN FUNDS</u>                         |      |                            |                          |                          |                          |
|   |      | -                          | -                        | -                        | -                        |
| <u>RECONCILIATION OF FUNDS</u>                        |      |                            |                          |                          |                          |
| Total funds brought forward                           |      | 1,480,281                  | 1,665,324                | 3,145,605                | 3,375,225                |
| <u>TOTAL FUNDS CARRIED</u><br><u>FORWARD</u>          |      | <hr/>                      | <hr/>                    | <hr/>                    | <hr/>                    |
|   |      | 1,478,877                  | 1,589,694                | 3,068,571                | £3,145,605               |
|   |      | <hr/>                      | <hr/>                    | <hr/>                    | <hr/>                    |

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.

All of the above amounts relate to continuing activities.

(8)  
VIPASSANA TRUST  
BALANCE SHEET  
31<sup>ST</sup> MAY 2019

|  | Note | £                | <u>2019</u>       | £ | £                | <u>2018</u>       | £ |
|--|------|------------------|-------------------|---|------------------|-------------------|---|
| <u>FIXED ASSETS</u>  |      |                  |                   |   |                  |                   |   |
| Tangible Assets  | 8    |                  | 5,618,476         |   |                  | 5,417,740         |   |
| Investments  | 9    |                  | 100               |   |                  | 100               |   |
|  |      |                  | <u>5,618,576</u>  |   |                  | <u>5,417,840</u>  |   |
| <u>CURRENT ASSETS</u>  |      |                  |                   |   |                  |                   |   |
| Debtors  | 10   | 76,093           |                   |   | 395,005          |                   |   |
| Cash at Bank and in hand                                       |      | 927,671          |                   |   | 1,028,579        |                   |   |
|  |      | <u>1,003,764</u> |                   |   | <u>1,423,584</u> |                   |   |
| <u>CREDITORS: Amounts falling due within one year</u>          | 11   | 366,121          |                   |   | 717,759          |                   |   |
| <u>NET CURRENT ASSETS</u>                                      |      |                  | 637,643           |   |                  | 705,825           |   |
| <u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>                   |      |                  | <u>6,256,219</u>  |   |                  | <u>6,123,665</u>  |   |
| <u>CREDITORS: Amounts falling due after more than one year</u> | 12   | 3,024,274        |                   |   | 2,850,261        |                   |   |
| Provisions for liabilities and charges                         | 13   | 163,374          |                   |   | 127,799          |                   |   |
|  |      |                  | <u>3,187,648</u>  |   |                  | <u>2,978,060</u>  |   |
| <u>NET ASSETS</u>  |      |                  | <u>£3,068,571</u> |   |                  | <u>£3,145,605</u> |   |
| <u>FUNDS</u>   |      |                  |                   |   |                  |                   |   |
| Restricted Income Funds  | 14   |                  | 1,589,694         |   |                  | 1,665,324         |   |
| Unrestricted Income Funds                                      | 15   |                  | 1,478,877         |   |                  | 1,480,281         |   |
| <u>TOTAL FUNDS</u>   |      |                  | <u>£3,068,571</u> |   |                  | <u>£3,145,605</u> |   |

The financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved and signed on behalf of the board on 8<sup>th</sup> September 2019.

  
..... Director  
Abhishek Srivastava

Treasurer and Director

## VIPASSANA TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> MAY 20191. ACCOUNTING POLICIES

## a) Basis of preparing the financial statements

The financial statements have been prepared in accordance with the charities SORP (FRS 102) 'Accounting and Reporting by charities applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

## b) Cash Flow Statement

The trustees have taken advantage of the exemption in Update Bulletin 1 from including a cash flow statement in the financial statements on the grounds that the Company is small.

## c) Depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

|                                  |   |                   |
|----------------------------------|---|-------------------|
| Land & Buildings                 | - | 2% Straight Line  |
| Fixtures, Fittings and Equipment | - | 20% Straight Line |
| Motor Vehicles                   | - | 25% Straight Line |

## d) Foreign Currency

Transactions in foreign currency are recorded at the rate on the day when the transaction is made. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the closing exchange rates on that date; any exchange differences are recognised in the profit and loss account.

| 2. <u>DONATIONS AND LEGACIES</u> | Unrestricted Funds<br>£ | Restricted Funds<br>£ | Total Funds<br>2019<br>£ | Total Funds<br>2018<br>£ |
|----------------------------------|-------------------------|-----------------------|--------------------------|--------------------------|
| Dana                             | 429,889                 | 366,417               | 796,306                  | 924,143                  |
| Gift Aid                         | 55,357                  | 46,728                | 102,085                  | 109,475                  |
| Dana from other centres          | -                       | 15,909                | 15,909                   | 52,114                   |
| Legacies (Note 19)               | 3,000                   | -                     | 3,000                    | -                        |
|                                  | <u>488,246</u>          | <u>429,054</u>        | <u>917,300</u>           | <u>1,085,732</u>         |
| 3. <u>INVESTMENT INCOME</u>      | Unrestricted Funds<br>£ | Restricted Funds<br>£ | Total Funds<br>2019<br>£ | Total Funds<br>2018<br>£ |
| Bank Interest Receivable         | 14                      | 25                    | 39                       | 163                      |
| 4. <u>OTHER INCOME</u>           | Unrestricted Funds<br>£ | Restricted Funds<br>£ | Total Funds<br>2019<br>£ | Total Funds<br>2018<br>£ |
| Foreign Exchange Gain            | -                       | -                     | -                        | 22,594                   |
| Wayleaves                        | 154                     | -                     | 154                      | 154                      |
| Feed in Tariff Income            | 4,438                   | -                     | 4,438                    | 4,041                    |
| Other Income                     | 135                     | -                     | 135                      | 465                      |
| RHI Subsidy                      | 30,233                  | 15,086                | 45,319                   | 46,389                   |
|                                  | <u>34,960</u>           | <u>15,086</u>         | <u>50,046</u>            | <u>73,643</u>            |

## VIPASSANA TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> MAY 20195. COST OF CHARITABLE ACTIVITIES

|                               | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | Total Funds<br>2019<br>£ | Total Funds<br>2018<br>£ |
|-------------------------------|----------------------------|--------------------------|--------------------------|--------------------------|
| Cost of Charitable Activities | 524,624                    | 519,795                  | 1,044,419                | 1,389,158                |

Cost of Charitable Activities includes:

GOVERNANCE COSTS

|            | Unrestricted<br>Funds<br>£ | Restricted<br>Funds<br>£ | Total Funds<br>2019<br>£ | Total Funds<br>2018<br>£ |
|------------|----------------------------|--------------------------|--------------------------|--------------------------|
| Audit Fees | 4,504                      | -                        | 4,504                    | 4,418                    |

6. NET (OUTGOING) / INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

|                        | 2019<br>£ | 2018<br>£ |
|------------------------|-----------|-----------|
| Auditor's Remuneration | 4,504     | 4,418     |
| Depreciation           | 164,245   | 131,825   |

7. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

|                       | 2019<br>£ | 2018<br>£ |
|-----------------------|-----------|-----------|
| Wages and Salaries    | 40,610    | 38,950    |
| Social Security Costs | -         | -         |
|                       | £40,610   | 38,950    |

Particulars of employees:

The average number of employees during the year, calculated on the basis of fulltime equivalents, was as follows:

| 2019<br>No. | 2018<br>No. |
|-------------|-------------|
| 2           | 2           |

No employee received emoluments of more than £Nil during the year (2018 - £60,000).

## VIPASSANA TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> MAY 20198. TANGIBLE FIXED ASSETS

|                              | Land &<br>Buildings<br>£ | Dhamma<br>Padhana<br>Buildings<br>£ | Plant &<br>Equipment<br>£ | Motor<br>Vehicles<br>£ | Total<br>£ |
|------------------------------|--------------------------|-------------------------------------|---------------------------|------------------------|------------|
| <u>Cost</u>                  |                          |                                     |                           |                        |            |
| At 1 <sup>st</sup> June 2018 | 3,364,358                | 3,860,515                           | 44,625                    | 13,342                 | 7,282,840  |
| Additions                    | 8,151                    | 356,830                             | -                         | -                      | 364,981    |
| Disposals                    | -                        | -                                   | (24,016)                  | -                      | (24,016)   |
| At 31 <sup>st</sup> May 2019 | 3,372,509                | 4,217,345                           | 20,609                    | 13,342                 | 7,623,805  |
| <u>Depreciation</u>          |                          |                                     |                           |                        |            |
| At 1 <sup>st</sup> June 2018 | 1,449,916                | 368,289                             | 36,889                    | 10,006                 | 1,865,100  |
| Charge for the Year          | 70,731                   | 86,741                              | 3,437                     | 3,336                  | 164,245    |
| On Disposals                 | -                        | -                                   | (24,016)                  | -                      | (24,016)   |
| At 31 <sup>st</sup> May 2019 | 1,520,647                | 455,030                             | 16,310                    | 13,342                 | 2,005,329  |
| <u>Net Book Value</u>        |                          |                                     |                           |                        |            |
| At 31 <sup>st</sup> May 2019 | 1,851,862                | 3,762,315                           | 4,299                     | -                      | £5,618,476 |
| At 31 <sup>st</sup> May 2018 | 1,914,442                | 3,492,226                           | 7,736                     | 3,336                  | £5,417,740 |

9. INVESTMENTS

|                                | 2019 | 2018 |
|--------------------------------|------|------|
| Participating Interest At Cost | £100 | £100 |

Representing 100% of Ordinary Shares held for Vipassana Construction and Services Limited.

10. DEBTORS

|  | 2019<br>£ | 2018<br>£ |
|--|-----------|-----------|
| Gift Aid Outstanding                   | 11,463    | 33,495    |
| Prepayments                            | 16,826    | 38,304    |
| RHI Subsidy                            | 11,480    | 10,825    |
| Other Debtors                          | 25,145    | 269,757   |
| Amounts owed by Subsidiary Undertaking | 11,179    | 42,624    |
|  | £76,093   | £395,005  |

11. CREDITORS: Amounts falling due within one year

|                              | 2019<br>£ | 2018<br>£ |
|------------------------------|-----------|-----------|
| Trade Creditors              | 29,427    | 246,712   |
| Bank Loan                    | 26,704    | 25,693    |
| Student Loans                | 253,916   | 155,911   |
| Taxation and Social Security | 919       | 884       |
| Accruals                     | 18,818    | 17,822    |
| Other Creditors              | 36,337    | 270,737   |
|                              | £366,121  | £717,759  |

## VIPASSANA TRUST

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> MAY 2019

|     |  |                   |                   |
|-----|--|-------------------|-------------------|
| 12. | <b>CREDITORS:</b> Amounts falling due after more than one year | <b>2019</b>       | <b>2018</b>       |
|     |  | <b>£</b>          | <b>£</b>          |
|     | Bank Loan  |                   |                   |
|     | Due within 1 - 2 years   | 62,099            | 60,086            |
|     | Due within 2 - 5 years   | 66,330            | 64,179            |
|     | Due after 5 years  | 378,387           | 412,099           |
|     |  | <u>506,816</u>    | <u>536,364</u>    |
|     | Student Loans:   |                   |                   |
|     | Due within 1 - 2 years   | 240,343           | 247,754           |
|     | Due within 2 - 5 years   | 207,151           | 426,198           |
|     | Due after 5 years  | 2,069,964         | 1,639,945         |
|     |  | <u>2,517,458</u>  | <u>2,513,897</u>  |
|     |  | <u>£3,024,274</u> | <u>£2,850,261</u> |
| 13. | <b>PROVISIONS FOR LIABILITIES AND CHARGES</b>                  | <b>2019</b>       | <b>2018</b>       |
|     |  | <b>£</b>          | <b>£</b>          |
|     | Provision for future payment of reciprocal gifts               | £163,374          | £127,799          |

Reciprocal gifts represent Dana given by centres across Europe to support the building of the European Long Course Centre. The Trust would like to be in a position to reciprocate with similar support back to those donors at some time in the future. For this reason the Trust, while acknowledging the income, has made full provision to meet this aspiration when this should become possible.

|     |                              |   |  |                              |   |
|-----|------------------------------|---|--|------------------------------|---|
| 14. | <b>RESTRICTED FUNDS</b>      | <b>Balance as<br/>at 1<sup>st</sup> June 2018</b> | <b>Incoming /<br/>(Outgoing)<br/>Resources</b> | <b>Transfer of<br/>Funds</b> | <b>Balance<br/>31<sup>st</sup> May 2019</b> |
|     |                              | <b>£</b>  | <b>£</b>                                       | <b>£</b>                     | <b>£</b>                                    |
|     | Dhamma Padhana               | 1,627,192   | (52,513)                                       | -                            | 1,574,679                                   |
|     | Subtotal                     | <u>1,627,192</u>                                  | <u>(52,513)</u>                                | <u>-</u>                     | <u>1,574,679</u>                            |
|     | Outreach Fund                | 5,544   | 765  | -                            | 6,309                                       |
|     | Kenya Fund                   | 180   | -  | -                            | 180   |
|     | Grand Pagoda Fund (India)    | 1,601   | -  | -                            | 1,601                                       |
|     | Second Centre                | 30,807  | (23,982)                                       | -                            | 6,825                                       |
|     | Dhamma Tapovana Fund (India) | -   | 100  | -                            | 100   |
|     |                              | <u>38,132</u>                                     | <u>(23,117)</u>                                | <u>-</u>                     | <u>15,015</u>                               |
|     |                              | <u>1,665,324</u>                                  | <u>(75,630)</u>                                | <u>-</u>                     | <u>1,589,694</u>                            |

NOTES EXPLAINING NATURE OF FUNDS

The Outreach Fund is to promote the spread of Dhamma in the UK.

The Second Centre fund is to collect donations to open a second 10-day centre in the UK. It was agreed that the Second Centre Fund should be reclassified as a restricted fund, with the brought forward balance as a designated fund being transferred with effect from 1<sup>st</sup> June 2017.

VIPASSANA TRUSTNOTES TO THE FINANCIAL STATEMENTSFOR THE YEAR ENDED 31<sup>ST</sup> MAY 201915. UNRESTRICTED FUNDS

|                         | Balance as<br>at 1 <sup>st</sup> June 2018 | Incoming /<br>(Outgoing)<br>Resources | Transfer of<br>Funds | Balance<br>31 <sup>st</sup> May 2019 |
|-------------------------|--|---------------------------------------|----------------------|--------------------------------------|
|                         | £  | £                                     | £                    | £                                    |
| Unrestricted Funds      | 1,441,113                                  | (3,612)                               | -                    | 1,437,501                            |
| <u>Designated Funds</u> |  |                                       |                      |                                      |
| East Anglia Fund        | -  | 2,334                                 | -                    | 2,334                                |
| North of England        | 33,469                                     | 5,410                                 | -                    | 38,879                               |
| Scotland                | 5,699                                      | (5,536)                               | -                    | 163                                  |
|                         | <u>1,480,281</u>                           | <u>(1,404)</u>                        | <u>-</u>             | <u>1,478,877</u>                     |

Designated funds are allocated by the trustees for specific purposes. Any decision to designate funds requires express approval of the Trust.

REALIGNMENT OF FUNDS:

With the exception of funds given to Dhamma Padhana, the Second Centre Fund and certain overseas Trusts it is Trust's policy only to accept funds as 'restricted' in special circumstances and that, as far as possible, all Dana is given to assist with the spread of Dhamma throughout the UK in line with the Trust's overall objectives.

When Dana is given at the end of courses not held at Dhamma Dipa or Dana is given to further Dhamma in certain geographical areas within the UK it is made clear that such funds are of a 'designated' nature. That is the Trustees will apply such funds to that area or to other areas within the UK in line with the general objectives of the Trust. This has not been reflected clearly in the accounts up until now. The readjustment of funds from Restricted to Designated is to reflect the position correctly.

Renaming of Dhamma Sukhakari Fund:

In November 2017, a Vipassana Trust (Dhamma Sukhakari) was set up as a separate organisation, as mentioned elsewhere. To assist in clarity Fund previously called the Dhamma Sukhakari Fund has been renamed as the East Anglia Fund.

16. RELATED PARTY TRANSACTIONS

There were no loans from Trustees to the charity still repayable at the year end (2017 £Nil).

Vipassana Trust holds a participating interest in Vipassana Construction and Services Limited. All transactions between the two Companies are at a strictly agreed commercial rate. Included in the trade creditors figure at Note 12 in the accounts are amounts due to Vipassana Construction and Services Limited totalling £8,669 (2018 - £182,799).

17. COMPANY LIMITED BY GUARANTEE

Under the terms of the Company's Memorandum and Articles every member of the Company undertakes to contribute to the assets of the Company if it is wound up during the time that they are a member, or within one year afterwards for payment of debts and liabilities of the Company contracted before they ceased to be a member, up to a maximum of £100.

18. CAPITAL COMMITMENTS

There are no capital commitments at the year end and none are anticipated for a number of months.



## VIPASSANA TRUST

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31<sup>ST</sup> MAY 2019

|                                     | Dhamma<br>Dipa   | Dhamma<br>Padhana | East<br>Anglia Fund | Other<br>Restricted<br>Funds | 2019<br>Total    | 2018<br>Total    |
|-------------------------------------|------------------|-------------------|---------------------|------------------------------|------------------|------------------|
| Income                              |                  |                   |                     |                              |                  |                  |
| Dana                                | 425,501          | 280,973           | 4,388               | 85,444                       | 796,306          | 924,143          |
| Gift Aid                            | 54,748           | 16,291            | 609                 | 30,437                       | 102,085          | 109,475          |
| Dana from other centres             | -                | 15,909            | -                   | -                            | 15,909           | 52,114           |
|                                     | <u>480,249</u>   | <u>313,173</u>    | <u>4,997</u>        | <u>115,881</u>               | <u>914,300</u>   | <u>1,085,732</u> |
| Bank Interest Received              | 14               | 25                | -                   | -                            | 39               | 163              |
| Wayleaves                           | 154              | -                 | -                   | -                            | 154              | 154              |
| Feed in Tariff Income               | 4,438            | -                 | -                   | -                            | 4,438            | 4,041            |
| Legacies                            | 3,000            | -                 | -                   | -                            | 3,000            | -                |
| RHI Subsidy                         | 30,233           | 15,086            | -                   | -                            | 45,319           | 46,389           |
| Sundry Income                       | 135              | -                 | -                   | -                            | 135              | 465              |
| Foreign Exchange Gains              | -                | -                 | -                   | -                            | -                | 22,594           |
|                                     | <u>518,223</u>   | <u>328,284</u>    | <u>4,997</u>        | <u>115,881</u>               | <u>967,385</u>   | <u>1,159,538</u> |
| Expenditure                         |                  |                   |                     |                              |                  |                  |
| Dana - Other Centres                | -                | -                 | -                   | -                            | -                | 35,000           |
| - One off and Monthly Contributions | 36,000           | -                 | -                   | -                            | 36,000           | 315,000          |
| - Fund Transfers                    | -                | -                 | 224,729             | 138,825                      | 363,554          | 260,821          |
| Other Course Expenses               | 21,143           | 9,806             | -                   | -                            | 30,949           | 55,607           |
| Kitchen                             | 133,291          | 75,604            | -                   | -                            | 208,895          | 189,511          |
| Household                           | 25,737           | 13,571            | -                   | -                            | 39,308           | 47,521           |
| Maintenance                         | 75,167           | 25,801            | 65                  | -                            | 100,983          | 94,434           |
| Publicity & Newsletter              | -                | 394               | -                   | -                            | 394              | 1,249            |
| Office Costs                        | 54,150           | 31,034            | 326                 | 130                          | 85,640           | 81,713           |
| Utilities, Rates and Insurance      | 78,354           | 50,899            | 2,194               | -                            | 131,447          | 115,277          |
| Motor Expenses                      | 1,999            | 1,090             | -                   | -                            | 3,089            | 3,934            |
| Financial Costs                     | 3,537            | 2,344             | 78                  | 43                           | 6,002            | 6,523            |
| Mortgage Interest and Loan Interest | 18,281           | 35,265            | -                   | -                            | 53,546           | 50,743           |
| Foreign Exchange Losses             | -                | 45,096            | -                   | -                            | 45,096           | -                |
|                                     | <u>447,659</u>   | <u>290,854</u>    | <u>227,392</u>      | <u>138,998</u>               | <u>1,104,903</u> | <u>1,257,333</u> |
| Change in Current Assets            | 70,564           | 37,430            | (222,395)           | (23,117)                     | (137,518)        | (97,795)         |
| Depreciation                        | 74,302           | 89,943            | -                   | -                            | 164,245          | 131,825          |
| Gain on Realisation                 | -                | -                 | (224,729)           | -                            | (224,729)        | -                |
| Total Costs                         | <u>521,961</u>   | <u>380,797</u>    | <u>2,663</u>        | <u>138,998</u>               | <u>1,044,419</u> | <u>1,389,158</u> |
| Net (Loss) / Gain Year              | <u>(3,738)</u>   | <u>(52,513)</u>   | <u>2,334</u>        | <u>(23,117)</u>              | <u>(77,034)</u>  | <u>(229,620)</u> |
| Balance of funds brought forward    | 1,480,281        | 1,627,192         | -                   | 38,132                       | 3,145,605        | 3,375,225        |
| Transfer of funds                   | -                | -                 | -                   | -                            | -                | -                |
|                                     | <u>1,480,281</u> | <u>1,627,192</u>  | <u>-</u>            | <u>38,132</u>                | <u>3,145,605</u> | <u>3,375,225</u> |
| Balance of funds carried forward    | <u>1,476,543</u> | <u>1,574,679</u>  | <u>2,334</u>        | <u>15,015</u>                | <u>3,068,571</u> | <u>3,145,605</u> |

Note that the above are balances of revenue reserves (income less expenditure) and do not reflect capital expenditure. To arrive at the figure for funds available for projects capital expenditure should be deducted. Please refer to notes 8 and 18.

The unrestricted funds total for Dhamma Dipa includes the following designated funds: -

|                  |         |                  |
|------------------|---------|------------------|
| Dhamma Sukhakari | £2,334  | (2018 - £Nil)    |
| North of England | £38,879 | (2018 - £33,469) |
| Scotland         | £163    | (2018 - £5,699)  |

This page does not form part of the statutory financial statements.