

Company registration number: 00962009

Charity registration number: 259649

# International Society For Krishna Consciousness Limited

(A company limited by guarantee)

Annual Report of the Trustees and Group Financial Statements

for the Year Ended 31 December 2021

KNAV  
Statutory Auditors  
Hygeia Building  
Ground Floor  
66-68 College Road  
Harrow  
Middlesex  
HA1 1BE

# **International Society For Krishna Consciousness Limited**

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# **International Society For Krishna Consciousness Limited**

## **Company Information**

### **Trustees**

Mr T M Anderson  
Mrs D Clark  
Mr A W Howchin  
Mr G T McMullan  
Mr P P Murphy  
Mr K K M Patel  
Mr K Patel

### **Secretary**

Ms G Olapoju

### **Registered office**

Oak House  
1 Watford Road  
Radlett  
Hertfordshire  
WD7 8LA

The charity is incorporated in England and Wales.

### **Company Registration Number**

00962009

### **Charity Registration Number**

259649

### **Auditor**

KNAV  
Statutory Auditors  
Hygeia Building  
Ground Floor  
66-68 College Road  
Harrow  
Middlesex  
HA1 1BE

# **International Society For Krishna Consciousness Limited**

## **Company Information**

### **Bankers**

Lloyds TSB Bank plc  
Business Banking Service Centre 10 Booth Street  
Manchester M2 4AW

### **Solicitors**

Bates, Wells & Braithwaite Cheapside House  
138 Cheapside London  
EC2V 6BB

# **International Society For Krishna Consciousness Limited**

## **Trustees' Report**

The Trustees present their report and the financial statements for the year ended 31 December 2021.

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the group and charitable company for the year ended 31 December 2021, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and the Charities Statement of Recommended Practice ("Charities SORP") (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK; FRS 102).

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

The Charity is a company limited by guarantee and is governed by its Memorandum and Articles of Association. It is registered as a charity with the Charity Commission.

The body responsible for the management of the Charity is the Board of Trustees.

### **OPERATION**

The Charity is organised so that the trustees meet regularly to manage its affairs. There is one full time administrator (company secretary) who manages day-to-day administration of the charity and is in regular contact with the trustees. There are a number of full time and part time employees and we are also very grateful for the help provided by the many volunteers throughout the year, particularly during the religious festival periods.

### **BOARD OF TRUSTEES**

The Board of trustees who served during the year 2021 are shown below. Trustees are appointed or removed by the Members. Trustees serve for a period of 3 years and every 3 years one third of the Trustees step down with a right of reappointment, voted on by the Members. The board of trustees for 2021 were as follows:

- Paul Murphy (Praghosa dasa) - Chairman
- Terry Anderson (Tarakanatha dasa)
- Antony Howchin (Titiksu dasa)
- Kam Patel (Kamalesh Krishna dasa)
- George McMullan (Prabhupada Prana dasa)
- Daywanthie Clark (Akincana dasi)

New trustees are provided with training on their legal obligations under charity and company law, Charity Commission guidance on public benefit, the aims and objectives of the Charity, and the governance and decision making processes of the Charity. Continuing training for trustees is undertaken through regular meetings, attending relevant seminars, specific discussions with individuals and organisations and briefing papers in the areas supported by the charity.

# International Society For Krishna Consciousness Limited

## Trustees' Report

### THE CHAIRMAN'S STATEMENT

Covid has clearly shown us how, in addition to people needing expert physical care, their need for mental care has come much more into focus. As human beings we do not exist in a physical vacuum. In many ways our physical needs are the most obvious but not necessarily the most important. Then there is also our emotional, mental, intellectual and indeed our metaphysical health that needs to be considered and more importantly nurtured.

One of the main focuses of our organisation is the distribution of literature that specifically addresses these matters, which have always been important, but in recent times have taken on a new level of urgency.

One of the key messages in the literature that we distribute is how best to deal with the challenges that we are all subject to in the world we live in. The essence of that message is the powerful and positive impact that meditation can have on each and every one of us. Of course there are many types and ways we can meditate, thus the question arises as to what is the most effective form of meditation?



The different types of meditation are directly connected to our five senses and the relevant material elements associated with those senses. Those material elements start from the densest and each subsequent one is ever more subtle.

So beginning with the densest material element earth, this is connected to our sense of smell. The yoga practices connected to this element are generally represented through physical poses and stretches.

Then we progress to water which is associated with our sense of taste. The yoga practices connected to water are generally represented through breathing disciplines (pranayama).

Then we have fire which is associated with our sense of sight. Without the sun we would all effectively be blind even with eyes in perfect working order. The yoga practices connected to fire are also generally represented through breathing disciplines albeit those breathing disciplines differ from those related to the previous discipline.

Then we have the element of air or wind which is associated with our sense of touch. The yoga practices connected to air are also represented through breathing disciplines. However they are specific to that element and involve deep yogic diaphragmatic breathing, which produces a sense of lightness, calm, and ease.

Lastly, we have the most subtle of all the material elements — ether (space) — which is associated with our sense of hearing. The yoga practice related to ether differs substantially from the previous four elements and focuses on mantra meditation or sound vibration. This of course is logical as it is the natural conduit that connects the material element of ether with our associated sense of hearing. If we are in a large empty room, (space), and we call out or exclaim loudly, the result will be we will hear an echo. The echo we hear demonstrates the power of sound and how it cannot be contained but rather will reverberate throughout space.

So the conclusion is that by engaging in mantra yoga which is the most subtle available to us, it will connect us to the most subtle aspect of our very being, our metaphysical or spiritual nature. There is a lot more that can be said but the main consideration is we will never be content, calm and satisfied in this world if our main, or only focus, is to satisfy our physical needs. Indeed even if we also satisfy our mental needs that will still fall short, as far as us achieving the complete inner happiness that we all crave.

Therefore, through the whole Covid period we have continued to find ways to distribute the very literature that can best guide us how to achieve this inner peace via the process of mantra meditation. Consequently, over 200,000 pieces of literature were distributed in the UK in 2021.

# International Society For Krishna Consciousness Limited

## Trustees' Report

### OBJECTIVES AND ACTIVITIES

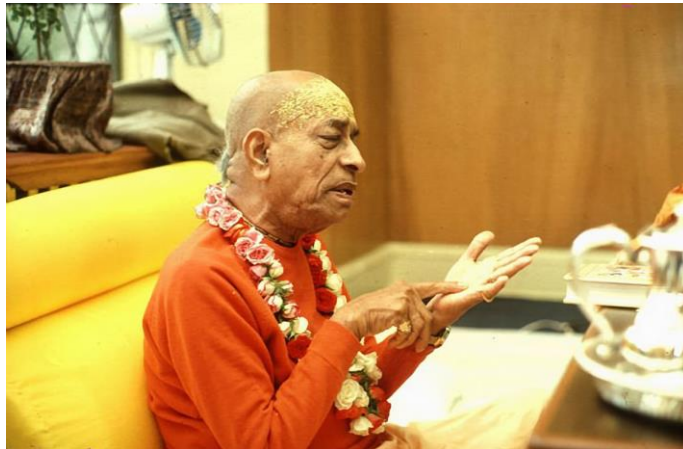
The charity is constituted as a company limited by guarantee and is therefore governed by the Memorandum and Articles of Association.

In pursuance of our charity's aims and objectives, the trustees have considered the Charity Commission's guidance on public benefit and in particular, the specific guidance on charities for the advancement of religion. Our aims, objectives and activities are reviewed annually to ensure our focus remains fixed on our charity's purposes.

The charity's aims and objectives continue to be:

1. To systematically propagate spiritual knowledge to society at large and to educate all peoples in the techniques of spiritual life, in order to check the imbalance of values in life and to achieve real unity and peace within the world.
2. To propagate a consciousness of Krishna, (God), as is revealed in Bhagavad-Gita and Srimad Bhagavatam (ancient scripture).
3. To bring the members of the society together with each other and nearer to Krishna, the prime entity, thus developing the idea within the members, and humanity at large, that each soul is part and parcel of the quality of Godhead.
4. To teach and encourage the Sankirtan movement, congregational chanting of the holy names of God, as revealed in the teachings of Lord Sri Caitanya Mahaprabhu.
5. To erect for the members and for society at large a holy place of transcendental pastimes dedicated to the personality of Krishna.
6. To bring members together for the purpose of teaching a simpler, more natural way of life.
7. With a view to achieving the aforementioned purposes, to publish and distribute periodicals, books and other writings.

Through its various U.K. centres, the charity seeks to provide services of spiritual excellence in education, lifestyle and culture as revealed in the teachings of the Vedic scriptures of India, Bhagavad Gita, Srimad Bhagavatam and according to the teachings of His Divine Grace A.C. Bhaktivedanta Swami Prabhupada, Founder-Acharya of the International Society for Krishna Consciousness.



*His Divine Grace A.C. Bhaktivedanta Swami Prabhupada, Founder-Acharya of the International Society for Krishna Consciousness.*

# **International Society For Krishna Consciousness Limited**

## **Trustees' Report**

Through extensive educational services to schools, colleges and universities, distribution of books and presentations from its various publications and through the numerous largely attended festivals, the charity offers a cultural presentation for the re-spiritualisation of the entire human society. It seeks to offer a clue as to how humanity can become one in peace, friendship and prosperity with a common cause. A more detailed account of the specific activities and the benefit to the public is given later in the report.

### **THE CHARITY'S STRATEGY**

The key elements of our medium to long term strategy are:

1. Distribution of literature
2. Public festivals - promoting spiritual techniques
3. The distribution and promotion of sanctified vegetarian food (prasadam)
4. Education in doctrines, training in religious practice: pastoral care
5. Promotion through other media
6. Encouraging positive life principles and social engagement through volunteering
7. The opening of new centres/sangas (spiritual gatherings)
8. Outreach - including youth outreach
9. Fundraising
10. Kirtan (congregational chanting of the names of the Supreme Being)

### **Distribution of literature**

The distribution of spiritual literature is a fundamental aspect of our work to benefit society as well as individuals.

There are many benefits, physical, mental, social and spiritual. Physically this knowledge promotes a healthier way of life.

Our literature shows how satisfaction of the individual's needs can be achieved without indulging in self-destructive habits such as smoking, alcohol consumption, recreational drugs, gambling, unhealthy foods and promiscuous sexual activity. Those activities result in a burden on society putting strain on individuals, their families and shared resources such as the National Health Service and other social services.

People who have read our books have found it easier to eliminate some unhealthy habits, if not all.

In today's fast moving and competitive world people may feel unable to cope or feel they are lacking a real purpose in life. By giving practical meditation techniques, which help ease mental stress and by providing information about the function of the living being from this timeless viewpoint, our books give hope and purpose.

Knowledge which emphasises service to others as well as humility, tolerance and respect, naturally produces unity and harmony amongst people of all different backgrounds. We promote respect for all peoples as well as all creatures and Mother Earth.

Spiritual progress is made so much easier when the real self, the soul and its inherent nature are better understood. The soul is beyond gender, race and creed. The teachings presented in our literature explain who we are and why we are here from the illuminating Vedic perspective.

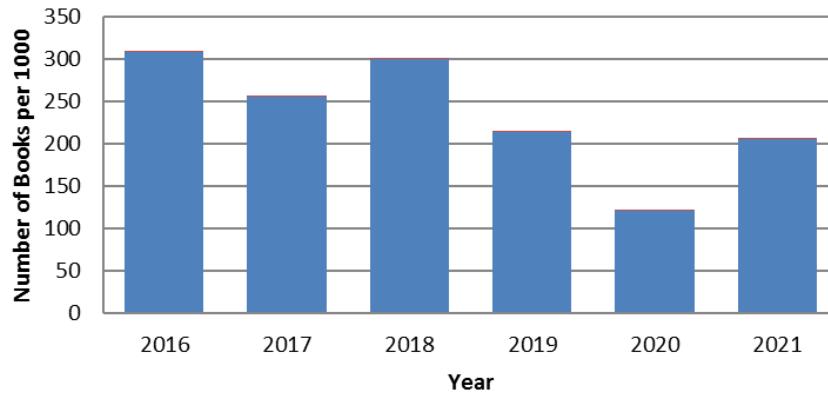
205,000 pieces of literature were distributed this year. This compares with 120,000 pieces of literature distributed in 2020. (Figures are approximate).



# International Society For Krishna Consciousness Limited

## Trustees' Report

### Book Distribution Totals



#### Public Festivals - promoting spiritual techniques

Festivals are an important part of our activities. They give opportunities for members of the public to be introduced to our spiritual teachings and allow our existing members to become more involved and deepen their relationships with each other, the public, newcomers and ultimately with God.

Festivals are inspiring and help to strengthen faith. They are entertaining, colourful and uplifting and are open to all generating inter religious harmony. Many aspects of Vedic perspective are demonstrated during the various festivals that are held throughout the year using music, dance, drama and philosophy. All our festivals would not be complete without delicious, sanctified vegetarian food

One of the major, yearly festivals is Janmastami, the celebration of Lord Krishna's appearance in this world. This is celebrated in all our centres. The biggest is at ISKCON Bhaktivedanta Manor in Hertfordshire, attracting many 1000's of visitors with upwards of 1500 volunteers involved in putting on the festival giving a virtual experience of the culture, philosophy and music of the International Society for Krishna Consciousness.

Another important public festival is the Festival of Chariots known as Rathayatra. It consists of a street parade with one, or in larger cities, three 40ft high colourfully decorated chariots, each weighing almost 4 tonnes. The whole procession is accompanied by congregational singing and dancing, culminating in a cultural festival in a central or popular location. Explanations and experiential opportunities are available as well as plays and performances, music and worship. Once again, sanctified vegetarian food is available to members, visitors and guests.

Rathayatra is held in many of the major cities of England and Wales; London, Birmingham, Leicester, Manchester, Cardiff and Brighton as well as many smaller towns and cities. The number of committed attendees at these festivals can range from hundreds to several thousand people. The past two years saw a reduction in the number of festivals and the number of attendees.

#### The distribution and promotion of sanctified vegetarian food (prasadam)

This is a significant part of our activities because the food we distribute is not only vegetarian but also spiritually sanctified food called 'prasada' or 'prasadam'. This means that anyone who takes this prasadam is physically and spiritually benefited. Some of our centres are able to offer a free meal to guests and visitors every day. Our smaller centres can do so at their regular programs and at the many festivals celebrated.

ISKCON also runs Govinda's Restaurants in Swansea and London and a café Atma in Cardiff. The Society has investments in Govinda's Foods Ltd who create specialist food products for supermarkets. These businesses fulfil the same goals of promoting healthier and karma free eating and help create income for ISKCON.

# **International Society For Krishna Consciousness Limited**

## **Trustees' Report**

Some of our centres are able to distribute free sanctified food to homeless persons and to the growing number who require a little extra help. This is done through our Food for Life programme.

### **Education in doctrines, training in religious practice: pastoral care**

As mentioned in our 'objectives and activities' we aim to 'educate all peoples in the techniques of spiritual life'.

ISKCON Educational Services (IES) provides school children from all backgrounds, tours, workshops, classes and a vegetarian lunch as part of their education on Hinduism within the National Curriculum. At ISKCON Bhaktivedanta Manor, thousands of children, teachers and parents have benefited from IES services to increase their understanding of Vedic culture and the people who follow it. There are also IES programmes at ISKCON London, ISKCON Newcastle and ISKCON Manchester.

All our centres hold regular classes and seminars for the benefit of their members and the public, who are given insights into how to lead a more fulfilling life. As well as centre held discourse and training, we visit private homes and schools on invitation. In addition, programmes are held in many colleges and universities especially in and around London, Birmingham, Manchester and Newcastle.

ISKCON Bhaktivedanta Manor also conducts residential courses for men and women to assist them in practicing spiritual life either as full-time residents or in their own homes. There are approximately 50 home and 'outreach' groups around the U.K. meeting on a weekly or monthly basis for the benefit of newcomers and existing members. Many are linked to their local ISKCON centre.

### **Promotion through other media**

We are always looking at different ways to promote our organisation. We are seen at music festivals and camps and the meditation app is being well received. Performances of plays, theatre, music and drama are widespread at our many events and the Radha Krishna record label run by the London centre produces varied meditative and uplifting tracks and albums. Our social media presence is widespread with every centre and department developing their communications teams. We are often able to use the expertise of our members and congregation to develop further innovative ways to increase awareness.

### **The opening of new centres/sangas (spiritual gatherings)**

We are pleased to encourage new and emerging centres and meetings. ISKCON London, for example has made great strides in encouraging ISKCON Crawley, ISKCON Croydon and members in Rochester, Kent. ISKCON Bhaktivedanta Manor has some 25 to 30 home sanga groups which meet regularly. Manchester, Newcastle, Birmingham and Wales are also active in establishing new centres and sanga groups.

### **Outreach - including youth outreach**

Outreach is an important part of our activities. Each centre has unique programs, which encourage initial, further or full participation in the wealth of activities, courses, classes, programs and retreats that are organised. The Hare Krishna Festival team specialise in assisting small groups in parts of the UK distant from our established centres, with their outreach events, Harinama and Kirtan.

### **Fundraising**

We strive to raise funds in a variety of ways. Our larger centres and projects have patronage systems and all receive one off donations for the general up keep up keep and day to day running. We also receive designated and occasionally restricted funds for specific projects. Our book distribution may raise funds as well as our few investments, our restaurants and property leasing.

### **Kirtan (congregational chanting of the names of the Supreme Being)**

Typically a call and response style chant or perhaps a song set to music, Kirtan explores spiritual ideas and expresses love and devotion to the Supreme Being. Our Kirtan often involves dancing and we are probably the most famous for 'public kirtan', known as Harinama. We most often chant the Hare Krishna Maha Mantra, 'Hare Krishna, Hare Krishna, Krishna Krishna, Hare Hare, Hare Rama, Hare Rama, Rama Rama, Hare Hare'.

# International Society For Krishna Consciousness Limited

## Trustees' Report

### OVERVIEW OF THE U.K. CENTRES

Considering the very unsettled previous year, the centres in the UK group were once again able to deal with circumstances well and return to some normality. There is no doubt that some activities have been set back, but we are continuing to offer assistance and service to the many affected, whether that is a hot meal or community or solace.

In light of another restricted year, our strategies for risk management, particularly concerning funding sources and the continuity of donations continues to be a major consideration.

### ISKCON Bhaktivedanta Manor (Connected Charity)

ISKCON Bhaktivedanta Manor is our largest UK centre, situated in a semi-rural setting near Watford, Hertfordshire. The Grade II listed property is set among gardens, lawns, a lake, other buildings and cottages, house sacred Tulasi plants, a beautiful shrine, Men's living quarters, a Ladies Cottage, and guest facilities. Bhaktivedanta Manor is also home to a Goshala, (cow shelter), where cows and bulls/oxen are protected for the duration of their lives, never being slaughtered.

As the Covid restrictions lifted, on-site undertakings that re-opened throughout the year included:

- Educational - the pre-school, the Sunday school/Krishna club, the school of Bhakti
- Ashrama - with 50 residents' onsite and separate facilities for males and females
- Congregational development – mentorship and the Bhaktivedanta Manor Foundation which is the main funding arm and looks after the care of the congregation
- Visitors - Festivals, free meals and foodstuffs, (prasadam), and worship
- Outreach - Book distribution, youth and University programmes
- Goshala – the visitor area and shop



# International Society For Krishna Consciousness Limited

## Trustees' Report

### ISKCON Birmingham

All meetings were postponed for the early part of the year but gradually restarted from the summer onwards, as Covid restrictions eased. Gatherings were all about bringing the community back together. During the quiet times, members were meeting together online and learning the sacred texts. 26 people completed the Bhakti Shastri course and over 100 people studied a Sanskrit course.

Kirtan yoga begun again at various venues and a successful retreat was held in Wales, entitled the Festival of Inspiration.



### ISKCON Hare Krishna Festivals

The department has no physical centre as the strategy involves travelling from town to town holding cultural events and assisting the smaller local communities, with setting up and manning festivals and Harinamas.

The majority of events continued to be online with some events better attended than the live counterpart. Virtual Rathayatras were held and an online shop opened. Instead of attending Glastonbury festival, the team hosted a Glast-home-bury event where 40,000 participants tuned in from the UK and around the world.





# International Society For Krishna Consciousness Limited

## Trustees' Report

### ISKCON Leicester

The Leicester centre is one of Joseph Goddard's iconic grade II listed architectural buildings, completed in 1872.

Centre activities were halted for the majority of the year with the congregation participating in online retreats and gatherings. The centre continued fundraising efforts and was very pleased to receive help to finance essential work on the roof. £750,000 of funding has been committed to from the City Council and Historic England's High Street Heritage Action Zone, for repairs that will commence in the subsequent year. The total repair will cost over £1m.



### International Society for Krishna Consciousness - London (Connected Charity)

Situated in the City of Westminster, focus was given to a new style outreach offshoot called Studio 108 upon the lifting of restrictions. Studio 108 invites newcomers for meditation, a talk, kirtan and a bite to eat. The site had its facilities improved and three programmes were established: wisdom Wednesdays; mantra Fridays and soulful Sundays. Activities at Soho Street continued with good attendance after restrictions were lifted.

London also assists other groups in the South East and is pleased to report that:

- The Atma Lounge in Folkstone was able to re-open in April, selling clothes, incense and books
- The team in Canterbury hoped to increase their food (prasadam, distribution activities and top the 10,000 plates they did the year before. They teamed up with Food for All to achieve this.
- The north Kent team also reignited their Kirtan in the castle programmes on Saturdays at Rochester Castle for mantra meditation, Kirtan, prasadam and friendship.



# International Society For Krishna Consciousness Limited

## Trustees' Report

### ISKCON Manchester

The established centre of ISKCON Manchester is 3 miles from Manchester city centre and close to Alexandra Park.

Weekend Harinama and the distribution of books started again during the year and are steady. The regular Sunday feast, Bhagavad Gita classes and Kid's Sundays are also up and running.



### ISKCON Newcastle

The Newcastle centre is a former bank, a mile and a half from the city centre.

Activities began to return to normal by the summer with the 'Sacred Street Party' and Friday evening Harinama reinstated. There was also a drive to do more outdoor programmes and gatherings. University programmes also restarted, in Durham and Newcastle.



# International Society For Krishna Consciousness Limited

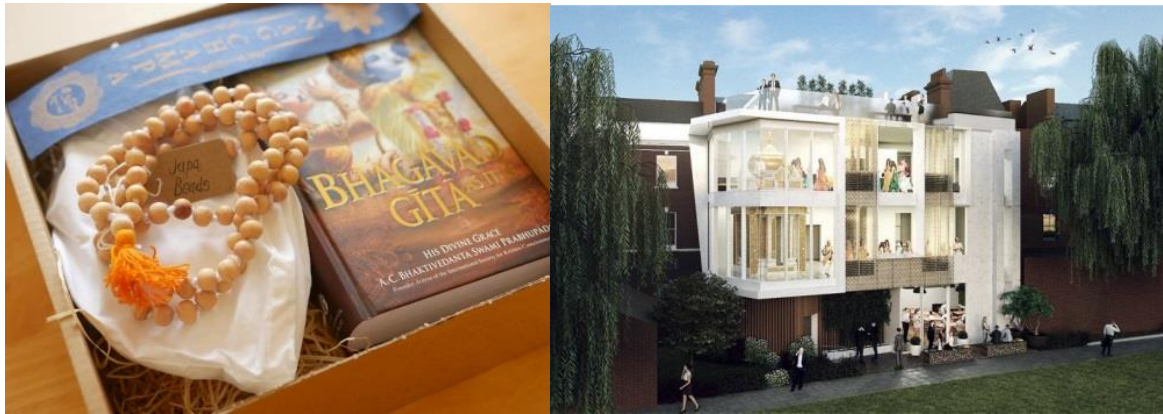
## Trustees' Report

### ISKCON Wales

ISKCON Wales have two main centres; in Swansea which has a ground floor restaurant and a Temple upstairs and their main centre near Cardiff Bay, a substantial double-fronted building. There are two restaurants, Govinda's restaurant and the Atma Lounge and a third linked venue, the Annaloka café. All of these were closed for some months.

Wales have continued with their day to day activities and projects as well as making great strides with their purposeful development plans for Cardiff. The million pound project will be the flagship centre for Wales and fundraising is going well.

The Ty Krishna project was officially launched on the birthday of Lord Krishna, (Janmashtami).



### AFFILIATED CHARITIES / PARTIES

#### Food for All



Charity registration number 1077897

Food for All are presently distributing 1,000 healthy meals daily, and for those living on the streets of North London, this can be a life line.

#### The Lotus Trust



Charity registration number 1114304

The Lotus Trust is an educational, relief and development agency seeking to transform lives and improve the environment in the UK and abroad.

#### The I Foundation



Charity registration number 1105545

Company registration 05137350

The I Foundation is a limited company and a charity working with in education.

#### Bhaktivedanta Manor Ltd

Company registration number 6612940

This is a 100% subsidiary of ISKCON Bhaktivedanta Manor Ltd who is its sole beneficiary.



# **International Society For Krishna Consciousness Limited**

## **Trustees' Report**

### **FINANCIAL REVIEW**

The group's net income for the year was recorded at £2,665,048 (2020: £985,354).

The principal funding source continued to be the receipt of donation and legacies which amounted to £4,457,357 (2020: £5,048,884). The funds generated from charitable activities of the charitable companies within the group was recorded at £2,597,065 (2020: £1,156,353) and from the trading activities of the charitable companies within the group was recorded at £799,785 (2020: £581,089). The main driver behind the increase in the net income was having the ability to be open up to the public once again, as the country emerged from the Covid-19 pandemic and lockdown restrictions easing. We have been able to allow visitors on site once again and re-commence some activities and festival events which we undertook pre-Covid.

Investment income, which comprised the charitable letting of property and bank interest received provided a useful contribution of £237,056 (2020: £149,930).

Total income was £11,074,194 (2020: £8,752,340).

Total resources expended was £8,364,292 (2020: £7,766,986).

The total of unrestricted funds at 31 December 2021 was £15,656,722 (2020: £15,172,259). The total of restricted funds at 31 December 2021 was £32,737,592 (2020: £31,338,296).

There was an accumulated deficit in relation to the activities of the trading subsidiary at 31 December 2021 of £62,616 (2020: £843,904).

### **RESERVES POLICY**

The trustees aim to establish a level of unrestricted funds which equates to at least twelve months' worth of expenditure on raising funds and on charitable activities. The trustees believe that this is an appropriate benchmark to use in light of the Charity Commission's guidance on the appropriate level of reserves.

With annual expenditure on raising funds and on charitable activities running at a level of £8,500,000 the group has achieved its aims with unrestricted funds at 31 December 2021 amounting to £15,656,722 (2020: £15,172,259).

### **RISK MANAGEMENT**

The trustees are responsible for establishing internal control systems within the group. The major risks which may impact the activities of the group have been reviewed during the year and the trustees are satisfied that the system of internal controls currently in place is adequate, whilst recognising that they are designed to manage rather than eliminate risk. Internal controls are reviewed on an ongoing basis as part of the day-to-day risk management process within the group.

The risk within the group lies within its grant-giving for development and/or education within the UK, as well as abroad, of their broad principles and its associated reputational risk.



# **International Society For Krishna Consciousness Limited**

## **Trustees' Report**

### **REFERENCE AND ADMINISTRATIVE DETAILS**

#### **Trustees**

Mr T M Anderson

Mrs D Clark

Mr A W Howchin

Mr G T McMullan

Mr P P Murphy

Mr K K M Patel

#### **Secretary**

Ms G Olapoju

#### **Registered office**

Oak House  
1 Watford Road  
Radlett  
Hertfordshire  
WD7 8LA

The charity is incorporated in England and Wales.

#### **Company Registration Number**

00962009

#### **Charity Registration Number**

259649

#### **Auditor**

KNAV  
Statutory Auditors  
Hygeia Building  
Ground Floor  
66-68 College Road  
Harrow  
Middlesex  
HA1 1BE

**International Society For Krishna Consciousness Limited**  
**Trustees' Report**

**REFERENCE AND ADMINISTRATIVE DETAILS (cont.)**

**Bankers**

Lloyds TSB Bank plc  
Business Banking Service Centre 10 Booth Street  
Manchester M2 4AW

**Solicitors**

Bates, Wells & Braithwaite Cheapside House  
138 Cheapside London  
EC2V 6BB

# **International Society For Krishna Consciousness Limited**

## **Trustees' Report**

### **STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of International Society for Krishna Consciousness Limited for the purposes of company law) are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

### **AUDITORS**

The auditors, KNAV Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on..... and signed on the board's behalf by:

.....

**A W Howchin - Trustee**

## **International Society For Krishna Consciousness Limited**

### **Independent Auditor's Report to the Members of International Society For Krishna Consciousness Limited**

#### **Opinion**

We have audited the financial statements of International Society For Krishna Consciousness Limited (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 December 2021, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Charity Balance Sheet, Consolidated Statement of Cash Flows 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 December 2021 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; 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) (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 group 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 entity'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 trustees are responsible for the 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.

## **International Society For Krishna Consciousness Limited**

### **Independent Auditor's Report to the Members of International Society For Krishna Consciousness Limited**

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 matters 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 have 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 group and the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Trustees' Report.

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

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company 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.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 14), 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.

## **International Society For Krishna Consciousness Limited**

### **Independent Auditor's Report to the Members of International Society For Krishna Consciousness Limited**

#### **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 design our procedures so as to obtain sufficient appropriate audit evidence that the financial statements are not materially misstated due to non-compliance with laws and regulations or due to fraud or error.

We are not responsible for preventing non-compliance and cannot be expected to detect noncompliance with all laws and regulations - this responsibility lies with management with the oversight of the Trustees.

Based on our understanding of the Charity and discussions with key members of the charity, we identified Companies Act 2006, the Charities Act and Financial Reporting Standard 102 as having a direct effect on the amounts and disclosures in the financial statements.

As part of the engagement team discussion about how and where the Charity's financial statements may be materially misstated due to fraud, we did not identify any areas with an increased risk of fraud.

Our audit procedures included:

- enquiry of management about the Group's and Charity's policies, procedures and related controls regarding compliance with laws and regulations and if there are any known instances of non-compliance;
- examining supporting documents for all material balances, transactions and disclosures;
- review of the trustee minutes;
- enquiry of management and review and inspection of relevant correspondence with any legal firms;
- evaluation of the selection and application of accounting policies related to subjective measurements and complex transactions;
- analytical procedures to identify any unusual or unexpected relationships;
- testing the appropriateness of journal entries recorded in the general ledger and other adjustments made in the preparation of the financial statements;
- review of accounting estimates for biases.

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements of the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

## **International Society For Krishna Consciousness Limited**

### **Independent Auditor's Report to the Members of International Society For Krishna Consciousness Limited**

The potential effects of inherent limitations are particularly significant in the case of misstatement resulting from fraud because fraud may involve sophisticated and carefully organized schemes designed to conceal it, including deliberate failure to record transactions, collusion or intentional misrepresentations being made to us. A further description of our responsibilities is available on the 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.

#### **Use of our report**

This report is made solely to the charitable parent company's trustees, 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 group's trustees 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 charitable parent company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

.....  
Amanjit Singh FCA (Senior Statutory Auditor)  
For and on behalf of KNAV, Statutory Auditor

Hygeia Building  
Ground Floor  
66-68 College Road  
Harrow  
Middlesex  
HA1 1BE

Date:.....

# International Society for Krishna Consciousness Limited

## Group Statement of Financial Activities for the year ended 31 December 2021

		Continuing operations			Discontinued operations			
		Unrestricted funds	Restricted funds	Trading income/ expenses	Unrestricted funds	Restricted funds	2021 Total	2020 Total
	Notes	£	£	£	£	£	£	£
INCOME AND ENDOWMENTS FROM								
Donations and legacies	3	3,132,049	1,143,046	-	146,744	35,518	4,457,357	5,048,884
Charitable activities	4	1,753,150	490,062	-	353,853	-	2,597,065	1,156,353
Other trading activities	5	728,879	-	-	70,906	-	799,785	581,089
Investment income	6	236,980	-	-	76	-	237,056	149,930
Other income	7	469,603	-	-	77,039	25,000	571,642	975,294
Trading income	8	-	-	2,411,289	-	-	2,411,289	840,790
Total		6,320,660	1,633,108	2,411,289	648,619	60,518	11,074,194	8,752,340
EXPENDITURE ON								
Raising funds	9	3,900,069	434,203	-	323,950	68,132	4,726,354	5,091,407
Charitable Activities								
Festival		350,781	-	-	-	-	350,781	24,144
Books		482,224	-	-	30,202	-	512,426	530,133
Education		125,562	32,702	-	-	-	158,264	52,538
Food for life		40,858	-	-	7,710	-	48,568	39,020
Religious activity		226,884	-	-	91,512	-	318,395	188,602
Animal Protection & Welfare		-	260	-	-	-	260	-
Trading activities								
Restaurant & catering		408,365	-	-	-	-	408,365	485,188
Shops		124,637	-	-	96,634	791	222,063	276,700
Other activates		1,170	-	-	-	-	1,170	-
Trading expenses	8	-	-	1,617,647	-	-	1,617,647	1,079,254
Total resources expended		5,660,550	467,165	1,617,647	550,007	68,923	8,364,292	7,766,986
Net gains/(losses) on investments								
		(32,500)	-	-			(32,500)	-
Net Income/(expenditure)								
		627,609	1,165,944	793,642	98,611	(8,405)	2,677,402	985,354
Transfer between funds	26	(143,146)	233,353	-	(98,611)	8,405	-	-
Net incoming resources for the year								
		484,463	1,399,296	793,642	-	-	2,677,402	985,354
Taxation								
		-	-	(12,354)	-	-	(12,354)	-
Net income for the year								
		484,463	1,399,296	781,288	-	-	2,665,048	985,354
Total funds brought forward		15,172,259	31,338,296	(843,904)	-	-	45,666,650	44,681,296
Total funds carried forward								
		15,656,722	32,737,592	(62,616)	-	-	48,331,698	45,666,650

All the above amounts relate to continuing activities.

The notes on pages 26 to 49 form an integral part of these financial statements.



# International Society for Krishna Consciousness Limited

## Group Balance Sheet As at 31 December 2021

		2021		(As restated) 2020	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible fixed assets	14		43,426,863		43,503,882
Fixed asset investments	15		987,810		1,020,310
			<u>44,414,673</u>		<u>44,524,192</u>
<b>Current assets</b>					
Stock	17	617,891		610,974	
Debtors	18	694,011		636,904	
Bank and cash		<u>9,310,506</u>		<u>6,862,500</u>	
		10,622,408		8,110,378	
<b>Creditors: amounts falling due within one year</b>	19	<u>(2,152,107)</u>		<u>(1,912,816)</u>	
<b>Net current assets</b>			<u>8,470,301</u>		<u>6,197,562</u>
<b>Total assets less current liabilities</b>			<u>52,884,974</u>		<u>50,721,754</u>
<b>Creditors: amounts falling due after more than one year</b>	20		<u>(4,553,275)</u>		<u>(5,055,104)</u>
<b>Net assets</b>			<u><u>48,331,698</u></u>		<u><u>45,666,650</u></u>
<b>Funds</b>					
Restricted income funds	25		32,737,592		31,338,296
<b>Unrestricted income funds</b>					
Designated funds	25		15,006,722		14,522,259
General funds	25		650,000		650,000
Profit and Loss			<u>(62,616)</u>		<u>(843,904)</u>
			<u><u>48,331,698</u></u>		<u><u>45,666,650</u></u>

The financial statements were approved and authorised for issue by the board on \_\_\_\_\_ and signed on its behalf:

---

A W Howchin - Trustee

# International Society for Krishna Consciousness Limited

## Charity Balance Sheet As at 31 December 2021

		2021	2020
	Notes	£	£
<b>Fixed assets</b>			
Tangible fixed assets	14	39,583,084	40,329,499
Fixed asset investments	15	452,167	452,167
		<u>40,035,251</u>	<u>40,781,666</u>
<b>Current assets</b>			
Stock	17	442,350	451,302
Debtors	18	289,273	454,147
Bank and cash		<u>4,367,720</u>	<u>4,271,582</u>
		5,099,343	5,177,031
<b>Creditors: amounts falling due within one year</b>	19	<u>(6,025,496)</u>	<u>(6,088,386)</u>
<b>Net current assets</b>		(926,153)	(911,355)
<b>Net assets</b>		39,109,098	39,870,311
<b>Creditors: amounts falling due after more than one year</b>	20	<u>(4,257,464)</u>	<u>(4,828,525)</u>
<b>Net assets</b>		<u>34,851,634</u>	<u>35,041,786</u>
<b>Funds</b>	25		
Restricted income funds		29,464,486	28,463,465
Unrestricted income funds		<u>5,387,148</u>	<u>6,578,321</u>
<b>Total funds</b>		<u>34,851,634</u>	<u>35,041,786</u>

The financial statements were approved and authorised for issue by the board on \_\_\_\_\_ and signed on its behalf:

---

A W Howchin - Trustee

# International Society for Krishna Consciousness Limited

## Group cash flow statement for the year ended 31 December 2021

	2021 £	2020 £
<b>Cash flows from operating activities:</b>		
Cash Generated from operations (Note 1)	4,601,308	2,957,836
<b>Net cash provided by (used in) operating activities</b>	<b>4,601,308</b>	<b>2,957,836</b>
 <b>Cash flows from investing activities:</b>		
Purchase of tangible fixed assets	(1,532,152)	(1,797,448)
Purchase of fixed asset investments	-	-
Sale of tangible assets	-	340,095
Sale of fixed asset investments	-	-
<b>Net Cash provided by (used in ) investing activities</b>	<b>(1,532,152)</b>	<b>(1,457,353)</b>
 <b>Cash flows from financing activities</b>		
Bank loans raised (external)	-	3,200,000
Interest paid	(96,770)	(82,768)
Repayment of bank loan (external)	(524,380)	(439,639)
<b>Net Cash Flow from financing activities</b>	<b>(621,150)</b>	<b>2,677,593</b>
 <b>Change in cash and cash equivalents in the reporting period</b>	<b>2,448,006</b>	<b>4,178,076</b>
 <b>Cash and cash equivalents at the beginning of the reporting period</b>	<b>6,862,500</b>	<b>2,684,424</b>
 <b>Cash and cash equivalents at the end of the reporting period</b>	<b>9,310,506</b>	<b>6,862,500</b>

### **Note 1: Reconciliation of net income to net cash flow from operating activities**

Net income for the reporting period (as per the statement of financial activities)	2,665,048	975,454
<b>Adjustments for:</b>		
Depreciation charges	1,589,306	878,299
Bad debts/other adjustments to debtors	-	582,648
(Profit)/Loss on disposal of fixed assets	19,864	253,370
Interest paid	96,770	82,768
Other movements	-	4,432
(Increase)/decrease in stock	(6,917)	58,948
(Increase)/decrease in debtors	(57,107)	381,262
Increase/(decrease) in creditors	294,343	(259,345)
<b>Net cash provided by (used in) operating activities</b>	<b>4,601,308</b>	<b>2,957,836</b>

# **International Society for Krishna Consciousness Limited**

## **Notes to the financial statements for the year ended 31 December 2021**

### **1. CHARITY STATUS**

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Oak House,  
1 Watford Road,  
Radlett,  
Hertfordshire,  
WD7 8LA

### **1.1 ACCOUNTING POLICIES**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

The financial statements have been prepared in accordance with Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Ireland (FRS 102) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

#### **Basis of preparation**

International Society For Krishna Consciousness Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The functional and presentational currency is GBP Sterling (£), being the currency of the primary economic environment in which the charity operates in. The amounts are presented rounded to the nearest pound.

### **1.2 CONSOLIDATION**

The financial statements consolidate the financial statements of the Charity, and its subsidiary undertakings, all made up to 31 December. All intra-group balances and transactions during the year have been eliminated. These financial statements of the subsidiaries have been consolidated on a line by line basis and the results of the main trading subsidiary is presented in Note 8. No separate SOFA has been presented for the Charity alone as permitted by the exemption afforded by section 408 of the Companies Act 2006.

The charity has taken advantage of the exemption under section 405 subsection (3) of the Companies Act 2006 and not consolidated its subsidiary company, Sanctuary Hospitality Private Limited, a company registered in India and a 49% associate company, Govinda's Foods Limited, a company registered in England. The subsidiary is excluded from consolidation as it is considered that its inclusion is not material for the purpose of giving a true and fair view and the information necessary for consolidation cannot be obtained without undue delay. The net assets and results of the subsidiary and the associate company are disclosed in Note 16.

**Notes to the financial statements  
for the year ended 31 December 2021**

**1.3 GOING CONCERN**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity. Though the charity's activities and fund raising capabilities have reduced as a result of Covid-19, the charity was still able to raise sufficient funds to meet its expenditure needs. The trustees also do not believe the pandemic will have a long term impact on the charity. As such, these financial statements have been prepared on a going concern basis.

**1.4 FUND ACCOUNTING**

General funds are unrestricted funds which represent the accumulated surplus of income over expenditure and are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purpose.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. The aim and purpose of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds of the charity restricted for specific purposes being undertaken by the charity. The cost of raising and administering such funds are charged against the specific fund.

**1.5 INCOMING RESOURCES**

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Donations and grants are recognised when receivable. In the event that a donation is subject to fulfilling performance conditions before the charity is entitled to the funds, the income is deferred and not recognised until it is probable that those conditions will be fulfilled in the reporting period.

Income from Gift Aid tax reclaims is recognised for any donations with relevant Gift Aid certificates recognised in income for the year. Any amounts of Gift Aid not received by the year-end are accounted for in income and accrued income in debtors.

Income from Government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

In response to the Covid-19 pandemic, the charity took advantage of the Coronavirus Job Retention Scheme which resulted in the LLP receiving a government grant to cover salary costs of a number of employees. The receipts of these funds are recognised in the Statement of Financial Activity within other income.

The charity also received several Covid-19 relief grants, which were announced by the government to assist charities and businesses with their cash flow during the Covid-19 pandemic. These grants are not repayable.

**Notes to the financial statements  
for the year ended 31 December 2021**

**1.5 INCOMING RESOURCES (cont.)**

For legacies, entitlement is taken on a case by case basis as the earlier of the date on which: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution.

If the legacy is in the form of an asset other than cash or an asset listed on a recognised stock exchange, recognition is subject to the value of the asset being able to be reliably measured and title to the asset has passed to the charity. Where legacies have been notified to the or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance for a future fundraising event or for a grant received relating to the following year are deferred until the criteria for income recognition are met.

**1.6 RESOURCES EXPENDED AND IRRECOVERABLE VAT**

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis under the following headings.

Costs of raising funds comprises fundraising costs incurred in seeking donations, grants and legacies and costs of fundraising activities.

Expenditure on charitable activities includes 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 in furthering the purposes of the charity and their associated support costs.

Support costs comprise those costs which are incurred directly in support of expenditure on the objects of the charity and include governance cost, finance, and office costs. Governance costs are those costs incurred in connection with the compliance with constitutional and statutory requirements of the charity. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

**1.7 TAXATION**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 1.8 TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are initially recorded at cost, and subsequently held at historic cost less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows

Freehold buildings	5% on straight line
Leasehold properties	Straight line over the life of the lease
Fixtures, fittings and equipment	20% on straight line
Motor vehicles	25% on reducing balance

Freehold land is not depreciated.

### 1.9 FIXED ASSET INVESTMENTS

Investment in equity shares in subsidiary undertakings, which are not publically traded and where fair value cannot be measured reliably, are measured at cost less accumulated impairment.

### 1.10 DEBTORS

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Accrued income is included at the best estimate of the amounts receivable at the balance sheet date.

### 1.11 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### 1.12 CREDITORS

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

### 1.13 PENSIONS AND OTHER POST RETIREMENT OBLIGATIONS

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

**Notes to the financial statements  
for the year ended 31 December 2021**

**1.14 Financial instruments**

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

**1.15 LEASING**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

**1.16 DEFERRED TAX**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.



# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 2 FINANCIAL PERFORMANCE OF THE CHARITY

	Continuing operations	Discontinued operations	2021 Total	2020 Total
	£	£	£	£
Total income	1,980,928	709,137	2,690,065	3,123,173
Total expenditure	(2,261,287)	(618,930)	(2,880,217)	(2,506,601)
<b>Net income</b>	<b>(280,358)</b>	<b>90,206</b>	<b>(190,152)</b>	<b>616,572</b>
Transfer of funds	90,206	(90,206)	-	-
Total funds brought forward	35,041,786	-	35,041,786	34,425,214
<b>Total funds carried forward</b>	<b>34,851,634</b>	<b>-</b>	<b>34,851,634</b>	<b>35,041,786</b>
Represented by:				
Restricted income funds	29,464,486	-	29,464,486	28,463,465
Unrestricted income funds	5,387,148	-	5,387,148	6,578,321
<b>Total funds carried forward</b>	<b>34,851,634</b>	<b>-</b>	<b>34,851,634</b>	<b>35,041,786</b>

Please refer to note 13 for details of the discontinued operations.

### 3 DONATIONS AND LEGACIES (GROUP)

	Continuing operations		Discontinued operations		2021	(As restated) 2020
	Unrestricted funds	Restricted funds	Unrestricted funds	Restricted funds	Total	Total
	£	£	£	£	£	£
Donations and legacies	3,132,049	1,143,046	146,744	35,518	4,457,357	5,048,884
	<u>3,132,049</u>	<u>1,143,046</u>	<u>146,744</u>	<u>35,518</u>	<u>4,457,357</u>	<u>5,048,884</u>

The comparative information for donations has been restated from £5,381,920 to £5,048,884 to better reflect the nature of the funds received. Income raised in through charitable activities such as Animal Protection & Welfare (£306,230) and Religious Activity (£26,806), have been reclassified to Income from Charitable Activities (refer to note 4).

Please refer to note 13 for details of the discontinued operations.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 4 INCOME FROM CHARITABLE ACTIVITIES

	Continuing operations		Discontinued operations		2021	(As restated)
	Unrestricted	Restricted	Unrestricted	Restricted	Total	2020
	funds	funds	funds	funds		Total
	£	£	£	£	£	£
Festivals and Rathayatra	1,010,363	-	-	-	1,010,363	98,429
Books	577,623	-	340,569	-	918,192	615,029
Food for life	39,833	-	7,316	-	47,149	59,884
Education & training	72,272	36,284	-	-	108,557	49,975
Animal Protection & Welfare	-	453,778	-	-	453,778	306,230
Religious activity	53,059	-	5,968	-	59,027	26,806
	<u>1,753,150</u>	<u>490,062</u>	<u>353,853</u>	<u>-</u>	<u>2,597,065</u>	<u>1,156,353</u>

The comparative information for Animal Protection & Welfare and Religious Activity have been restated to £306,230 (from £Nil) and £26,806 (from £Nil) respectively, to better reflect the nature of the donations received. Refer to note 3 for further details.

Please refer to note 13 for details of the discontinued operations.

### 5 OTHER TRADING ACTIVITIES (INCOME)

	Continuing operations		Discontinued operations		2021	2020
	Unrestricted	Restricted	Unrestricted	Restricted	Total	Total
	funds	funds	funds	funds		
	£	£	£	£	£	£
Shop income	143,483	-	9,406	-	152,890	83,105
Restaurant and catering	493,224	-	55,894	-	549,118	213,751
Other activities	92,171	-	5,606	-	97,777	284,233
	<u>728,879</u>	<u>-</u>	<u>70,906</u>	<u>-</u>	<u>799,785</u>	<u>581,089</u>

Please refer to note 13 for details of the discontinued operations.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 6 INVESTMENT INCOME

	Continuing operations		Discontinued operations		2021	2020
	Unrestricted funds	Restricted funds	Unrestricted funds	Restricted funds	Total	Total
	£	£	£	£	£	£
Charitable letting of non- investment property	234,354	-	-	-	234,354	149,774
Bank interest	2,626	-	76	-	2,702	156
	<u>236,980</u>	<u>-</u>	<u>76</u>	<u>-</u>	<u>237,056</u>	<u>149,930</u>

### 7 OTHER INCOME

	Continuing operations		Discontinued operations		2021	2020
	Unrestricted funds	Restricted funds	Unrestricted funds	Restricted funds	Total	Total
	£	£	£	£	£	£
Government grants	460,639	-	77,039	25,000	562,678	975,294
Insurance settlement	8,639	-	-	-	8,639	-
Rent	325	-	-	-	325	-
	<u>469,603</u>	<u>-</u>	<u>77,039</u>	<u>25,000</u>	<u>571,642</u>	<u>975,294</u>

Grants received, included in the above, are as follows:

Coronavirus Job Retention Scheme (CJRS) - £446,474 (2020: £673,595); Covid Relief Grants awarded by local councils and other bodies - £50,608 (2020: £241,608); Education grants - £Nil (2020: £38,757); Business Rates relief - £65,596 (2020: £21,334).

Please refer to note 13 for details of the discontinued operations.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 8 TRADING INCOME/EXPENSES

	<b>Group</b>	
		(as restated)
	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Turnover	<u>2,411,289</u>	<u>840,790</u>
Cost of sales	795,147	255,623
Staff costs	574,363	564,906
Other administrative expenses	143,796	156,896
Depreciation	<u>104,341</u>	<u>101,829</u>
	1,617,647	1,079,254
Net (Loss)/income from trading	<u><u>793,642</u></u>	<u><u>(238,464)</u></u>

Refer to note 15 for details of the restatement.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 9 RAISING FUNDS

#### Raising donations and legacies

	Continuing operations		Discontinued operations		2021 Total	(As restated)
	Unrestricted funds	Restricted funds	Unrestricted funds	Restricted funds		2020 Total
	£	£	£	£	£	£
Staff costs*	940,381	-	142,380	-	1,082,761	1,078,870
Rent, rates and insurance	200,939	-	13,380	-	214,319	211,060
Premises insurance	101,427	-	8,197	-	109,624	124,787
Light and heat	32,626	-	-	-	32,626	2,837
Telephone	24,350	5,855	-	-	30,205	31,243
Postage and stationery*	40,895	704	9,721	3,463	54,784	88,652
Sundries	36,183	123	14,058	-	50,363	39,717
Adjustment to Debtors	-	-	-	-	-	582,648
Purchases*	203,447	-	11,856	416	215,719	241,534
Gifts & samples	257	-	-	-	257	2,203
Literature & brochures	8,425	-	8,030	7	16,463	14,064
Devotee maintenance*	21,197	-	-	-	21,197	56,383
Computer costs	22,815	2,519	2,963	-	28,298	11,000
Repairs & maintenance*	216,584	2,971	33,067	-	252,622	249,675
Travelling*	47,964	1,657	27,792	-	77,414	84,898
Motor expenses	19,608	-	-	-	19,608	39,178
Professional fees	102,529	33,577	19,885	-	155,990	221,723
Hire of equipment	5,629	-	899	-	6,527	94,018
Subtotal carried forward	2,025,256	47,406	292,229	3,887	2,368,778	3,168,814

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 9 RAISING FUNDS (cont.)

	Continuing operations		Discontinued operations			(As restated)
	Unrestricted funds	Restricted funds	Unrestricted funds	Restricted funds	2021 Total	2020 Total
Subtotal carried brought forward	2,025,256	47,406	292,229	3,887	2,368,778	3,168,814
Office machine maintenance	22,780	1,075	1,148	-	25,002	9,844
Bhoga consumptions*	106,483	-	8,481	31,681	146,645	226,922
Training*	211	-	-	-	211	5,538
Flowers and decorations*	2,181	-	-	-	2,181	17,478
Cleaning and disposables	56,942	-	6,411	-	63,353	47,812
Donations	34,415	322,460	8,837	32,563	398,275	339,754
Other costs	-	-	-	-	-	1,581
Health safety and compliance	13,274	-	-	-	13,274	-
Books	9,216	-	-	-	9,216	-
Support costs (refer to note 10)	1,629,312	63,262	6,844	-	1,699,418	1,276,825
	<u>3,900,069</u>	<u>434,203</u>	<u>323,950</u>	<u>68,132</u>	<u>4,726,354</u>	<u>5,091,407</u>

The comparative information for “costs of generating donations and legacies” has been restated from £5,280,009 to £5,091,407, to better reflect the nature of the funds expensed. Total expenses of £188,602 have been reclassified from the classifications denoted with \* above, to costs incurred in carrying out religious activities.

Please refer to note 13 for details of the discontinued operations.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 10 SUPPORT COSTS

	Continuing operations		Discontinued operations	2021	2020
	Unrestricted funds	Restricted funds	Unrestricted funds	Total	
	£	£	£	£	£
Raising funds					
Other costs				-	1,930
Auditor's remuneration	29,800	-	-	29,800	32,000
VAT Irrecoverable	38,461	5,836	-	44,296	105,029
Loss or loss on disposal	19,864	-	-	19,864	253,370
Depreciation of fixed assets	1,463,206	-	-	1,463,206	766,570
Bank charges and interest	77,981	57,427	6,844	142,252	117,926
	<u>1,629,312</u>	<u>63,262</u>	<u>6,844</u>	<u>1,699,418</u>	<u>1,276,825</u>

### 11 NET INCOME/(EXPENDITURE)

Net income/(expenditure) for the] Group is stated after charging/(crediting):

	2021	2020
	£	£
Auditors' remuneration - Group	29,800	32,000
Auditors' remuneration - Charity	13,000	13,000
Depreciation - owned assets	1,589,306	878,299

### 12 TRUSTEES' REMUNERATION AND BENEFITS

	2021	2020
	£	£
Remuneration and other emoluments	<u>30,988</u>	<u>29,980</u>

During the year, a trustee (Mr A Howchin) received a salary from the charity. Other than this, no other trustee of ISKCON Limited, nor any persons connected with them, have received any remuneration from the charity during the year. The remuneration of the trustees of ISKCON Bhaktivedanta Manor Limited and ISKCON London, have been disclosed in those financial statements.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

### 13 DISCONTINUED OPERATIONS

From 1st January 2022 onwards, the Swansea centre has discontinued operating within ISKCON Limited and has been set up as separate, stand-alone, charity. Throughout these financial statements the incoming resources received by and resources expended by the Swansea centre during the year ended 31 December 2021 have been disclosed separately as discontinued operations (notably on the face of the Statement of Financial Activity and notes 2, 3, 4, 5, 6, 7, 9 and 10). These will no longer be generated within ISKCON Limited subsequent to the year end.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 14 STAFF COSTS

	2021	2020
	£	£
Wages and salaries	2,228,978	2,236,382
Social security costs	132,745	123,696
Pensions	33,012	39,936
	<u>2,394,736</u>	<u>2,400,014</u>

The average monthly numbers of employees (including the Trustees) during the year were as follows:

	2021	2020
Direct Charitable Work	112	146
Administrative	24	24
	<u>136</u>	<u>170</u>

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



# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 15 TANGIBLE FIXED ASSETS

#### (a) Group

	(Restated) Freehold Land and buildings £	(Restated) Long leasehold property £	Fixtures, fittings and equipment £	Motor vehicles £	Assets under construction	(Restated) Total £
<b>Cost or valuation</b>						
At 1 January 2021	41,600,300	5,822,605	1,089,016	298,825	-	48,810,745
Additions	616,929	-	93,102	-	822,120	1,532,152
Disposals	-	(56,021)	(36,109)	(10,190)	-	(102,320)
At 31 December 2021	<u>42,217,229</u>	<u>5,766,585</u>	<u>1,146,009</u>	<u>288,635</u>	<u>822,120</u>	<u>50,240,577</u>
<b>Depreciation</b>						
At 1 January 2021	3,066,849	1,186,093	897,767	156,155	-	5,306,864
Charge for the year	1,263,053	204,411	86,959	34,884	-	1,589,306
Eliminated on disposal	-	(40,349)	(35,050)	(7,057)	-	(82,456)
At 31 December 2021	<u>4,329,902</u>	<u>1,350,154</u>	<u>949,676</u>	<u>183,981</u>	<u>-</u>	<u>6,813,714</u>
<b>Net book values</b>						
At 31 December 2021	<u>37,887,327</u>	<u>4,416,430</u>	<u>196,332</u>	<u>104,653</u>	<u>822,120</u>	<u>43,426,863</u>
At 31 December 2020	<u>38,533,451</u>	<u>4,636,512</u>	<u>191,249</u>	<u>142,670</u>	<u>-</u>	<u>43,503,882</u>

#### (b) Charity

	Freehold Land and buildings £	Long leasehold property £	Fixtures, fittings and equipment £	Motor vehicles £	Total £
<b>Cost or valuation</b>					
At 1 January 2021	41,600,300	2,364,000	275,409	54,617	44,294,326
Additions	616,929	-	46,077	-	663,007
Disposals	-	-	(21,303)	(609)	(21,912)
At 31 December 2021	<u>42,217,229</u>	<u>2,364,000</u>	<u>300,183</u>	<u>54,008</u>	<u>44,935,420</u>
<b>Depreciation</b>					
At 1 January 2021	3,066,849	637,824	222,326	37,828	3,964,827
Charge for the year	1,263,053	118,200	23,896	4,171	1,409,320
Eliminated on disposal	-	-	(21,303)	(507)	(21,810)
At 31 December 2021	<u>4,329,902</u>	<u>756,024</u>	<u>224,918</u>	<u>41,493</u>	<u>5,352,337</u>
<b>Net book values</b>					
At 31 December 2021	<u>37,887,327</u>	<u>1,607,976</u>	<u>75,265</u>	<u>12,515</u>	<u>39,583,084</u>
At 31 December 2020	<u>38,533,451</u>	<u>1,726,176</u>	<u>53,084</u>	<u>16,789</u>	<u>40,329,499</u>

The Group and Charity had capital commitments of £Nil as at 31 December 2021 (2020: £404,761).

Included within the group's net book value of freehold land and buildings above is £21,031,225 (stand alone charity: £21,031,225) in respect of land, which is not subject to depreciation.

Both the properties included in "Freehold Land and Buildings" and "Leasehold Property" are used as security against the group's loans (refer to note 24).

Included in assets under construction, is a new hay barn which the charity began constructing during the year. This building would be available for use by the charity subsequent to the year end.

**Notes to the financial statements  
for the year ended 31 December 2021**

**15 TANGIBLE FIXED ASSETS - continued**

The opening balances for the group's freehold land and buildings have been restated to reflect an investment property separately as investments as opposed to disclosing the property as tangible fixed assets (refer to note 16). As such, the brought forward cost value for freehold land and buildings has been restated from £42,168,443 to £41,600,300.

The opening balances for the group's long leasehold land and buildings have also been restated to reflect the disposal of a tangible fixed asset (hay barn), that was not originally disposed of when it was destroyed in 2018.

As a result, the comparatives have been restated as follows:

- The group cost of leasehold land and buildings within tangible fixed assets has reduced from £6,317,591 to £5,822,605, representing the disposal of the asset in 2018.
- The accumulated depreciation at 1 January 2020 has reduced from £937,071 to £825,699; the depreciation charge for the prior year has reduced from £219,913 to £210,012; and the carry forward accumulated depreciation at 31 December 2020/brought forward accumulated depreciation at 1 January 2021 has reduced from £1,307,367 to £1,186,093 to reflect the prior period asset disposal.
- The overdrawn reserves (profit and loss account) for the year ended 31 December 2020 have increased from £470,191 to £843,906.
- The depreciation expense under note 8, Trading income/expenses has been reduced from £111,729 to £101,829 for the year ended 31 December 2020, reflecting the reduction in the depreciation charge for the year as a result of the disposal of the asset as explained above.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 16 FIXED ASSET INVESTMENTS

	(Restated) Investment properties £	Unlisted investments £	Totals £
<b>(a) Group</b>			
<b>COST or VALUATION</b>			
At 1 January 2021	568,143	452,167	1,020,310
Additions	-	-	-
Disposals	-	-	-
Unrealised gains (losses)	(32,500)		(32,500)
At 31 December 2021	<u>535,643</u>	<u>452,167</u>	<u>987,810</u>
<b>NET BOOK VALUE</b>			
At 31 December 2021	<u>535,643</u>	<u>452,167</u>	<u>987,810</u>
At 31 December 2020	<u>568,143</u>	<u>452,167</u>	<u>1,020,310</u>

The 2021 valuation of the investment property was undertaken by the trustees, at open market value and the trustees are satisfied that the current open market value is not materially different from the value included within the financial statements. The unlisted investments represent shares held in unquoted companies.

Refer to note 15 for details of the restatement.

	Unlisted investments £	Totals £
<b>(b) Charity</b>		
<b>COST or VALUATION</b>		
At 1 January 2021	452,167	452,167
Additions	-	-
Disposals	-	-
At 31 December 2021	<u>452,167</u>	<u>452,167</u>
<b>NET BOOK VALUE</b>		
At 31 December 2021	<u>452,167</u>	<u>452,167</u>
At 31 December 2020	<u>452,167</u>	<u>452,167</u>

The unlisted investments represent shares held in unquoted companies.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 17 FIXED ASSET INVESTMENTS - continued

The charity's unlisted investments at the balance sheet date in the share capital of companies include the following subsidiaries.

#### Govindas Food Limited

Country of incorporation: England and Wales

Nature of business: Restaurant and catering

	2021	2020
	% holding	% holding
Class of share:		
Ordinary	49	49
	2021	2020
	£	£
Aggregate capital and reserves	(221,175)	(193,389)
Profit/(Loss) for the year	(47,786)	(42,026)

#### Sanctuary Hospitality Private Limited

Country of incorporation: India

Nature of business: Hospitality

	2021	2020
	% holding	% holding
Class of share:		
Ordinary	99	99
	2021	2020
	£	£
Aggregate capital and reserves	415,131	438,652
Profit (Loss) for the year	(8,621)	1,493

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 18 STOCKS

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Finished goods and goods for resale	<u>617,891</u>	<u>610,974</u>	<u>442,350</u>	<u>451,302</u>

### 19 DEBTORS

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Trade debtors	120,130	26,797	5,905	21,239
Other debtors	495,928	489,426	66,167	196,935
Amounts owed by group companies	-	40,000	202,884	221,760
Prepayments	56,691	47,065	958	9,850
Deferred tax asset	21,263	33,617	-	-
VAT	-	-	13,358	4,363
	<u>694,011</u>	<u>636,904</u>	<u>289,273</u>	<u>454,147</u>

### 20 CREDITORS: amounts falling due within one year

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Bank loan	519,888	533,167	491,844	498,528
Trade creditors	633,194	766,912	461,181	656,658
Amounts owed to group companies	-	-	4,531,568	4,564,341
Taxation and social security creditors	70,223	8,558	(485)	(1,018)
VAT	11,417	29,056	-	-
Other creditors	457,301	498,459	281,837	361,288
Accruals	406,628	76,664	259,552	8,589
Lease liabilities	53,457	-	-	-
	<u>2,152,107</u>	<u>1,912,816</u>	<u>6,025,496</u>	<u>6,088,386</u>

Included within other creditors is deferred income of £119,506 (2020: £112,482) relating to the trading company's wedding function offering (Bhaktivedanta Manor Limited), which will be recognised as income within one year. Amounts to be recognised after one year of £8,606, have been disclosed in other creditors due after more than one year.

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 21 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Bank loans (see note 23)	4,463,054	5,055,104	4,257,464	4,828,525
Lease liabilities	81,615			
Other creditors	8,606			
	<u>4,553,275</u>	<u>5,055,104</u>	<u>4,257,464</u>	<u>4,828,525</u>

### 22 ANALYSIS OF NET ASSETS AND LIABILITIES BETWEEN FUNDS

	Unrestricted general funds	Unrestricted revaluation reserve	Restricted Funds	Group Total
	£	£	£	£
Tangible fixed assets	11,241,492	-	32,185,371	43,426,863
Investment assets	987,810	-	-	987,810
Current assets	6,399,820	-	4,222,587.88	10,622,408
Current liabilities	(1,588,677)	-	(563,430)	-2,152,107
Long-term liabilities	(1,446,338)	-	(3,106,937)	-4,553,275
	<u>15,594,106</u>	<u>-</u>	<u>32,737,592</u>	<u>48,331,698</u>

### ANALYSIS OF NET ASSETS AND LIABILITIES BETWEEN FUNDS - PREVIOUS YEAR

	(restated) Unrestricted general funds	Unrestricted revaluation reserve	Restricted Funds	Group Total
	£	£	£	£
Tangible fixed assets	12,983,065	-	31,462,672	44,445,737
Investment assets	452,167	-	-	452,167
Current assets	3,041,205	-	4,695,462	7,736,667
Current liabilities	(1,445,868)	-	(466,948)	(1,912,816)
Long-term liabilities	(702,215)	-	(4,352,889)	(5,055,104)
	<u>14,328,355</u>	<u>-</u>	<u>31,338,296</u>	<u>45,666,651</u>

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 23 LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year or on demand:		
Bank loans	<u>519,888</u>	<u>533,167</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans repayable within 2-5 years	1,950,824	1,996,374
Bank loans more than 5 years by instalments	<u>2,512,230</u>	<u>3,058,730</u>

### 24 SECURED DEBTS

The following secured debts are included within creditors:

	2021	2020
	£	£
Bank Loans	<u>4,982,942</u>	<u>5,505,878</u>

Bank Loan and Overdraft are secured by a fixed and floating charge over the properties owned by the charity.

### 25 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid:

	2021	2020
	£	£
<b>Payable</b>		
Under one year	53,457	29,900
Between 2-5 years	<u>81,615</u>	<u>-</u>

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### 26 ANALYSIS OF CHARITABLE FUNDS - GROUP

#### ANALYSIS OF MOVEMENTS IN UNRESTRICTED FUNDS

	(as restated)							
	At 1 Jan 2021	Incoming resources	Outgoing resources	Gains and losses	Transfers from discontinued operations	Transfers to restricted funds	Profit or (losses)	At 31 Dec 2021
	£	£	£	£	£	£	£	£
Designated and General funds	15,172,259	6,320,660	(5,660,550)	(32,500)	98,611	(241,758)	-	15,656,722
Profit and loss account	(843,904)	-	-	-	-	-	781,288	(62,616)
	<u>14,328,355</u>	<u>6,320,660</u>	<u>(5,660,550)</u>	<u>- 32,500.00</u>	<u>98,611.26</u>	<u>(241,758)</u>	<u>781,288</u>	<u>15,594,106</u>

The above unrestricted funds of £15,656,722 have accumulated over previous years in the course of the charity having carried out its activities.

As described in note 13 of these financial statements, the Swansea centre has discontinued operating within ISKCON Limited subsequent to the year end and has been set up as separate, stand-alone, charity. The general funds generated by the centre during the year, amounting to £98,611, will be retained by ISKCON Limited. The charity, has however, identified certain assets that will be donated to the new ISKCON charity in Swansea, in the next financial year and as such, these amounts have been transferred to restricted funds (£241,758).

#### ANALYSIS OF MOVEMENTS IN UNRESTRICTED FUNDS - PREVIOUS YEAR

	(as restated)			(as restated)	(as restated)
	At 1 Jan 2020	Incoming resources	Outgoing resources	Profit or (losses)	At 31 Dec 2020
	£	£	£	£	£
General funds	15,136,442	5,616,329	(5,580,512)	-	15,172,259
Profit and loss account	(605,440)	-	-	(238,464)	(843,904)
	<u>14,531,002</u>	<u>5,616,329</u>	<u>(5,580,512)</u>	<u>(238,464)</u>	<u>14,328,355</u>

Refer to note 15 for the details of the restatement.



# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

### ANALYSIS OF MOVEMENTS IN RESTRICTED FUNDS

	At 1 Jan 2021	Incoming resources	Outgoing resources	Gains and losses	Transfers from discontinued operations	Transfers to restricted funds	Profit or (losses)	At 31 Dec 2021
	£	£	£	£	£	£	£	£
Restricted funds	31,338,296	1,633,108	(467,165)	-	(8,405)	241,758	-	32,737,592
	<u>31,338,296</u>	<u>1,633,108</u>	<u>(467,165)</u>	<u>-</u>	<u>- 8,404.99</u>	<u>241,757.71</u>	<u>-</u>	<u>32,737,592</u>

The restricted funds of £32,737,592 represents 'Freehold Revaluation' of £18,676,952 (2020: £18,676,952) and 'Capital Funds' (i.e. restricted properties, monies received for capital expenditure etc) of £13,804,243 (2020: £12,661,344) and £256,757 worth of assets that have been identified for donation to the new ISKCON charity in Swansea. The revaluation reserve has been accumulated over the years based upon independent valuations carried out of the freehold properties which are being used by the charity in the normal course of carrying out its activities. This does not represent cash reserves.

As described above and in note 13 of these financial statements, the Swansea centre has discontinued operating within ISKCON Limited subsequent to the year end and has been set up as separate, stand-alone, charity. The restricted funds generated by the centre during the year, amounting to (£8,405), will be retained by ISKCON Limited. The net expenditure is to be offset against a brought forward restricted amount of £23k. The charity, has however, identified certain assets that will be donated to the new ISKCON charity in Swansea, in the next financial year which amount to £256,757. These funds are to be restricted for donation to the new centre.

### ANALYSIS OF MOVEMENTS IN RESTRICTED FUNDS - PREVIOUS YEAR

	At 1 Jan 2020	Incoming resources	Outgoing resources	At 31 Dec 2020
	£	£	£	£
Restricted funds	<u>30,150,294</u>	<u>2,295,221</u>	<u>(1,107,219)</u>	<u>31,338,296</u>

# International Society for Krishna Consciousness Limited

## Notes to the financial statements for the year ended 31 December 2021

<b>27</b>	<b>ANALYSIS OF CHARITABLE FUNDS - continued</b>	<b>£</b>
	<b>UNRESTRICTED INCOME FUNDS - DESIGNATED</b>	
	Redundancy & Contingency Fund	1,577,913
	Improvements to private road	500,000
	Improvements to Grade II Listed Building (Manor)	1,750,000
	Educational Contingency Fund	400,000
	Marketing and Promotion	500,000
	Furniture & Fixtures replacements	200,000
	Maintenance of the Gardens at various sites	500,000
	 Farming improvements in compliance with improved eco system	 500,000
	Literature Distribution	100,000
	Holding Public Festivals such as Janmastmi (celebration of Lord Krishna's	500,000
	Free Distribution and Promotion of sanctified vegetarian food (prasadam) -	76,799
	Training in religious practices and providing pastoral care and encouraging	250,000
	volunteering & establishing of new centers/sangas for congregational prayers	
	 Outreach activities such as visits to parts of Africa and retreats.	 100,000
	 Property fund	 155,000
	Nitya Seva	8,000
	Benevolent fund	16,195
	Restaurant refurbishment	66,000
	Deity refurbishment	67,000
	Other charitable projects	7,739,815
		<b>15,006,722</b>
	<b>UNRESTRICTED INCOME FUNDS - GENERAL</b>	
	Working Capital for day to day activities	<b>650,000</b>

## **28 TAXATION**

The company is limited by guarantee and a registered charity. The charity is considered to pass the tests set out in

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Deferred tax	(12,354)	-

## **29 PENSION**

### **Defined contribution pension scheme**

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £39,936 (2019 - £29,901). Contributions payable by the group to the scheme in 2020 total £6,898 (2019: £8,327).

# **International Society for Krishna Consciousness Limited**

## **Notes to the financial statements for the year ended 31 December 2021**

### **30 COMPANY LIMITED BY GUARANTEE**

International Society for Krishna Consciousness Limited, International Society for Krishna Consciousness London and International Society for Krishna Consciousness Bhaktivedanta Manor Limited, are companies limited by guarantee and accordingly do not have share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.