

REGISTERED COMPANY NUMBER: 08372242 (England and Wales)
REGISTERED CHARITY NUMBER: 1150698

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022
FOR
UK SHAOLIN TEMPLE LIMITED
(A COMPANY LIMITED BY GUARANTEE)**

Hopper Williams & Bell Limited
Chartered Accountants
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR

UK SHAOLIN TEMPLE LIMITED

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FOR THE YEAR ENDED 30 JUNE 2022**

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives and aims of the charity are those of:

1. The advancement of Chan Buddhism in the United Kingdom by establishing and running a Temple for the study of Chan Buddhism and Shaolin culture.
2. The advancement of the Chan culture and heritage.
3. The promotion of health and wellbeing of the public by teaching Chan Buddhism and Shaolin Kung Fu.

Public benefit

The trustees have kept public benefit at the forefront of its undertakings; in accordance with the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

In the year 2022/22 we maintained our commitment to serve the public benefit by keeping this at the forefront of all of our undertakings; in accordance with the Charity Commission's guidance on public benefit. This year continued to be a challenging environment, with an ever-changing landscape in the public and business sectors. National covid-19 restrictions continued to evolve and change rapidly over time. The most pressing concern for us during this year was to support our community of members, users, and collaborators while also doing everything possible to shore up the Charity ahead of our plans for moving into a larger premises. Throughout this reporting year, we opened negotiations with a number of landlords of suitable units to lease a property

FINANCIAL REVIEW

Financial position

The focus of this year's activities were to reintroduce face-to-face arts and culture, fitness, and meditation sessions to serve the public as national lockdown restrictions eased. When restrictions allowed, we began hosting in-person classes from hired venues such as school halls and leisure centres. A result of this shift was that we were also able to reintroduce cultural activities such as Chinese arts and Lion Dance practice. We felt fortunate to host Southampton city's official Chinese New Year celebrations in 2022. This year's celebrations were held in a new venue in Southampton and we were able to work collaboratively with Chinese cultural groups across the UK. The celebrations drew in as many as 800 members of the public to enjoy the first in person Chinese cultural celebrations since the Covid-19 pandemic restricted such celebrations.

Another milestone achievement this year is our first successful Arts Council England funding application for Chinese New Year 2022. The funding body awarded us almost £11k to present a Chinese New Year show composed of non-professional artists, production volunteers, early career media technicians and student volunteers. Together we hosted a spectacular stage show and a range of free workshops for the public to enjoy.

Reserves policy

The unrestricted reserves are set aside to meet running costs of our new facility, invest in developing our workforce, community projects and progressing our charitable aims.

No material deficit occurred in year 2021/22.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022**

FUTURE PLANS

In the closing weeks of this reporting year, we completed negotiations and signed our new tenancy agreement for a unit in central Southampton. The negotiations took place over most of the 2021/22 reporting year. Planning is underway to move into our new facility; we aim to open to the public during September 2022.

Plans for 2022/23:

Plans for the next reporting year will be to focus on:

1. Navigating our move into a new property and managing the property to a high standard of excellence.
2. Delivering Chinese New Year celebrations for Southampton City.
3. Finding new ways to promote Chinese arts and culture, and mental health activities to serve the public good and betterment for all.
4. To spearhead new opportunities to collaborate with local and regional community services and across all sectors.
5. To improve our sustainability in terms of finance and administration by diversifying our income, upscaling our workforce, and developing our expertise.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

08372242 (England and Wales)

Registered Charity number

1150698

Registered office

Unit 2
Marlands Shopping Centre
Civic Centre Road
Southampton
Hampshire
SO14 7SJ

Trustees

Ms J Brauer
Mrs J S Chen
Y Chen
J Lucas (appointed 5.3.2022)

Independent Examiner

Hopper Williams & Bell Limited
Chartered Accountants
Highland House
Mayflower Close
Chandler's Ford
Eastleigh
Hampshire
SO53 4AR

Approved by order of the board of trustees on 30/05/2023 and signed on its behalf by:

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022

J.S.Chen

J.S.Chen (May 30, 2023 14:18 GMT+1)

.....
Mrs J S Chen - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
UK SHAOLIN TEMPLE LIMITED**

Independent examiner's report to the trustees of UK Shaolin Temple Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF UK SHAOLIN TEMPLE LIMITED

Independent examiner's statement - matters of concern identified

I have completed my examination.

I have identified matters of concern in my report because the prior year financial statements were not prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)). The financial statements filed at Companies House were micro-entity accounts which do not comply with these requirements.

The prior year financial statements contained material errors, requiring the comparatives to be restated. Income, expenditure and net assets were all understated. The net assets reported to Companies House were £38,404. This differed to the net assets reported to the Charity Commission of £36,954. The true figure, as now reported in these accounts is £66,175. Material differences also occurred in the income and expenditure reported to the Charity Commission. Income was understated by £32,699 and expenditure by £10,153.


The prior year financial statements were not subject to an Independent Examination carried out in accordance with Section 145 of the Charities Act 2011. Income exceeded the £25,000 threshold before and after restatement.

In the current financial year I have noted that income and expenditure reported to the Arts Council for the Chinese New Year project as being cash, included In-Kind income and expenditure. The total income and expenditure reported to the Arts Council for the project was also understated. The total income reported to the Arts Council as being actual was £38,610 and expenditure was £36,840. The total for both income and expenditure, as shown in the accounts for the project is £48,434. Expenditure includes an allocation of staff time spent on the project to the value of £7,330.

I confirm that no other matters have come to my attention in connection with the examination giving me reasonable cause to believe that in any material respect:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; and
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.


Michaela Johns (May 30, 2023 15:29 GMT+1)

Michaela Johns (FCCA)
The Association of Chartered Certified Accountants

Hopper Williams & Bell Limited
Chartered Accountants
Highland House
Mayflower Close
Chandler's Ford
Eastleigh

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
UK SHAOLIN TEMPLE LIMITED**

Hampshire
SO53 4AR

Date: 30/05/2023
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UK SHAOLIN TEMPLE LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 JUNE 2022**

		Unrestricted fund	Restricted fund	2022 Total funds	2021 Total funds as restated
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	8,714	45,584	54,298	26,919
Charitable activities					
Charitable activity		-	-	-	1,930
Other trading activities	3	38,232	2,850	41,082	32,913
Total		46,946	48,434	95,380	61,762
EXPENDITURE ON					
Raising funds		181	-	181	-
Charitable activities					
Charitable activity		40,792	48,434	89,226	37,766
Total		40,973	48,434	89,407	37,766
NET INCOME		5,973	-	5,973	23,996
RECONCILIATION OF FUNDS					
Total funds brought forward		66,175	-	66,175	42,179
TOTAL FUNDS CARRIED FORWARD		72,148	-	72,148	66,175

The notes form part of these financial statements

BALANCE SHEET
30 JUNE 2022

		Unrestricted fund	Restricted fund	2022 Total funds	2021 Total funds as restated
	Notes	£	£	£	£
CURRENT ASSETS					
Stocks	9	4,000	-	4,000	4,000
Cash at bank		90,266	-	90,266	78,179
		<u>94,266</u>	<u>-</u>	<u>94,266</u>	<u>82,179</u>
CREDITORS					
Amounts falling due within one year	10	(10,363)	-	(10,363)	(1,303)
		<u>83,903</u>	<u>-</u>	<u>83,903</u>	<u>80,876</u>
NET CURRENT ASSETS					
		<u>83,903</u>	<u>-</u>	<u>83,903</u>	<u>80,876</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		83,903	-	83,903	80,876
CREDITORS					
Amounts falling due after more than one year	11	(11,755)	-	(11,755)	(14,701)
		<u>72,148</u>	<u>-</u>	<u>72,148</u>	<u>66,175</u>
NET ASSETS					
		<u>72,148</u>	<u>-</u>	<u>72,148</u>	<u>66,175</u>
FUNDS					
Unrestricted funds	14			72,148	66,175
TOTAL FUNDS					
				<u>72,148</u>	<u>66,175</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

BALANCE SHEET - continued
30 JUNE 2022

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 30/05/2023..... and were signed on its behalf by:

J.S.Chen

J.S.Chen (May 30, 2023 14:18 GMT+1)

J S Chen - Trustee

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

The trustees have concluded that the charity is a going concern for at least 12 months following the signature of the financial statements. Accordingly the trustees have prepared the financial statements on this basis.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Government grants

Business Interruption Payment (BIP) under the Coronavirus Business Interruption Loan: The BIP is payable in respect of the loan interest for the first 12 months, together with any related fees. The accrual model has been used to recognise the income on a systematic basis over the periods in which the related finance costs are incurred.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

1. ACCOUNTING POLICIES - continued

Financial assets

'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial assets are recognised in the balance sheet when the charity becomes party to the contractual provisions of the instrument.

Basic financial assets, which include trade and other receivables and cash and bank balances are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method, unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Financial liabilities

Basic financial liabilities, which include trade and other payables, are initially measured at transaction price and subsequently measured at amortised cost, unless the arrangement constitutes a financing transaction where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

2. DONATIONS AND LEGACIES

	2022	2021 as restated
	£	£
Donations	38,575	850
Grants	10,435	-
Government grants	5,288	26,069
	<u>54,298</u>	<u>26,919</u>

Included within government grants is £5,000 from Southampton City Council for festivals and events and £288 for bounceback loan interest paid (2021: £19,800 of Covid grants and £4,910 of furlough grants)

3. OTHER TRADING ACTIVITIES

	2022	2021 as restated
	£	£
Sponsorships	22,850	9,500
Other trading activities	18,232	23,413
	<u>41,082</u>	<u>32,913</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

4. NET INCOME/(EXPENDITURE)

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

	2022	2021 as restated
	£	£
Independent examiners fees	960	-
	<u> </u>	<u> </u>

5. TRUSTEES' REMUNERATION AND BENEFITS

Remuneration was paid to a trustee (Y Chen) for the year ended 30 June 2022 totalling £26,432 (2021: £23,832). Remuneration was paid for services provided to the charity inline with the Charities Articles of Association and not his role as a trustee.

Trustees' expenses

Trustee expenses for reimbursement of costs and travelling expenses were paid to two trustees totalling £563 (2021: £421 paid to one trustee).

6. STAFF COSTS

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

	2022	2021 as restated
	1	1
Other charity staff	<u> </u>	<u> </u>

No employees received emoluments in excess of £60,000 (2021: none).

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds as restated
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	26,919	-	26,919
Charitable activities			
Charitable activity	1,930	-	1,930
Other trading activities	32,913	-	32,913
Total	<u>61,762</u>	<u> </u>	<u>61,762</u>
EXPENDITURE ON			
Raising funds	-	-	-
Charitable activities			
Charitable activity	37,766	-	37,766

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund	Restricted fund	Total funds as restated
	£	£	£
Total	<u>37,766</u>	<u>-</u>	<u>37,766</u>
NET INCOME	23,996	-	23,996
RECONCILIATION OF FUNDS			
Total funds brought forward	42,179	-	42,179
TOTAL FUNDS CARRIED FORWARD	<u><u>66,175</u></u>	<u><u>-</u></u>	<u><u>66,175</u></u>

8. PRIOR YEAR ADJUSTMENT

The comparative figures have been restated due to errors found in the figures previously disclosed. Income is £32,699 higher and expenditure is £10,153 higher than previously reported to the Charity Commission.

Net assets report to Companies House were £38,404. Net assets reported to the Charity Commission were £36,954. The restated figure is £66,175. It is noted that the financial statements previously reported to the Charity Commission did not balance. Only a balance sheet was report to Companies House

There is no tax effect from this restatement of comparatives because all activity is charitable.

9. STOCKS

	2022	2021 as restated
	£	£
Stocks	<u><u>4,000</u></u>	<u><u>4,000</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021 as restated
	£	£
Bank loans and overdrafts (see note 12)	2,947	727
Social security and other taxes	461	-
Other creditors	547	576
Accruals and deferred income	6,408	-
	<u>10,363</u>	<u>1,303</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022	2021 as restated
	£	£
Bank loans (see note 12)	<u>11,755</u>	<u>14,701</u>

12. LOANS

An analysis of the maturity of loans is given below:

	2022	2021 as restated
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>2,947</u>	<u>727</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>3,023</u>	<u>2,946</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>8,732</u>	<u>11,755</u>

13. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022	2021 as restated
	£	£
Within one year	42,000	-
Between one and five years	<u>61,320</u>	<u>-</u>
	<u>103,320</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

14. MOVEMENT IN FUNDS

	At 1.7.21 £	Net movement in funds £	At 30.6.22 £
Unrestricted funds			
General fund	66,175	5,973	72,148
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>66,175</u>	<u>5,973</u>	<u>72,148</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	46,946	(40,973)	5,973
Restricted funds			
Chinese new year	48,434	(48,434)	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>95,380</u>	<u>(89,407)</u>	<u>5,973</u>

Comparatives for movement in funds

	At 1.7.20 £	Net movement in funds £	At 30.6.21 £
Unrestricted funds			
General fund	42,179	23,996	66,175
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>42,179</u>	<u>23,996</u>	<u>66,175</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	61,762	(37,766)	23,996
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>61,762</u>	<u>(37,766)</u>	<u>23,996</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 JUNE 2022

14. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.7.20 £	Net movement in funds £	At 30.6.22 £
Unrestricted funds			
General fund	42,179	29,969	72,148
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>42,179</u>	<u>29,969</u>	<u>72,148</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	108,708	(78,739)	29,969
Restricted funds			
Chinese new year	48,434	(48,434)	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>157,142</u>	<u>(127,173)</u>	<u>29,969</u>

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 June 2022 nor for the year ended 30 June 2021.