



DZOGCHEN BEARA TRUST

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31ST DECEMBER 2013

CORK • DUBLIN

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DZOGCHEN BEARA TRUST
YEAR ENDED 31ST DECEMBER 2013

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DZOGCHEN BEARA TRUST
YEAR ENDED 31ST DECEMBER 2013

TRUSTEES	Patrick Gaffney Philip Philippou Patrick Plunkett Susan Browne Brendon Doyle
MANAGEMENT TEAM	Matthew Padwick (until July 2013) Andrea Padwick (until July 2013) Patricia Healy (from July 2013) Anne Walsh (from July 2013) Malcolm MacClancy (from July 2013)
PRINCIPAL OFFICE	Garranes Allihies County Cork
AUDITORS	Crowley's DFK 5 Lapp's Quay Cork
SOLICITORS	Mullins, Lynch, Byrne Incorporating Dillon Mullins, Melbourne House, Model Farm Road, Cork
PRINCIPAL BANKERS	AIB Bank The Square Castletownbere County Cork

DZOGCHEN BEARA TRUST

YEAR ENDED 31ST DECEMBER 2013

REPORT OF THE TRUSTEES

AIMS AND POLICIES

The primary objectives of the Dzogchen Beara Trust are:

- To provide a meditation and retreat centre at Garranes, Allihies, West Cork, for the advancement, promotion and preservation of the Buddhist tradition.
- To teach and train in the care of the dying, to provide active support for the bereaved and to promote an understanding of death.
- To promote where possible closer relations, greater understanding and mutual respect between Buddhism and other great world faiths following the example set by His Holiness the 14th Dalai Lama.
- To provide support for the community to practice at the centre.

Dzogchen Beara offers:

- A Public Programme of weekend courses and retreats that includes student led weekends offering an introduction to meditation, loving-kindness meditation and compassion practices. Weekend and longer retreats led by Sogyal Rinpoche and other eminent Tibetan masters.
- Long term and short personal retreats.
- A Welcome Centre, including shop and tearoom and accommodation, which is rented to visitors who attend events and wish to take quiet breaks.

ORGANISATION

Dzogchen Beara Trust was constituted by Trust Deed on 8th August 1992. The Trust's Spiritual Director is responsible for supervising and authorising the spiritual activities of the Trust. The Spiritual Director is the Venerable Lama Sogyal Rinpoche.

The Spiritual Director nominates all Trustees. The day-to-day operations of Dzogchen Beara are the responsibility of the management team. In July 2013 the Dzogchen Beara management team changed from Matthew Padwick (Centre Director) to Patricia Healy (Centre Director), Giles Oliver (Development Director) to Malcolm MacClancy (Development & Fundraising Director), Anne Walsh (Visitor Centre Director). Andrea Padwick (Finance Director) stepped down in July 2013 also.

Rigpa International, based in France, oversees the Rigpa centres worldwide. Regular financial reports are sent to the International Finance Board for review. The International Finance Board also approves all major capital expenditure projects and provides support to management teams.

DZOGCHEN BEARA TRUST

YEAR ENDED 31ST DECEMBER 2013

TRUSTEE RESPONSIBILITIES

The Board of Trustees is required to prepare financial statements, which give a true and fair view of the state of the charity's affairs and of its income and expenditure for the year. In preparing the financial statements, the Board of Trustees is required to select suitable accounting policies, to apply them consistently, and to make judgements and estimates that are reasonable and prudent.

The Board of Trustees is responsible for keeping proper accounting records, which disclose, with reasonable accuracy at any time, the financial position of the charity. To ensure that proper books and records are kept, the charity has employed appropriately qualified personnel and has maintained appropriate computerised accounting systems. It is also responsible for safeguarding the assets of the charity, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REVIEW OF ACTIVITIES

DZOGCHEN BEARA OPERATIONS

The Welcome Centre: the shift into providing tearoom/gift shop is proving to be a very positive move. We will continue to develop the café theme and all efforts will be placed into making it a bigger income resource. The Public Programme is increased, we provide a greater amounts of Events/Retreats and also introduced Free Spirit Events.

SPIRITUAL CARE BUILDING

Matters remain outstanding regarding the professional design team and the Trust and independent professional advice was commissioned to clarify issues of performance and liability. It was determined that we should proceed through the Courts and we currently await a date for same.

TEMPLE PROJECT IRELAND

We have raised €322k as per 31st December 2013. The Trust obtained updated cost estimate for the temple itself with a revised figure of €1.6 million. Plans are on hold, mainly due to the economic climate, until 2014 when the Trustees will review the status of the project.

DEVELOPMENT

The water treatment commenced in Autumn 2012 and was completed in the Spring of 2013. The planned Studio accommodation development has been postponed. The majority of those funds was used for the purchase of Lynch's cottage and upgrading the existing cottages in 2013.

TAXATION STATUS

Dzogchen Beara Trust has been granted charitable status under Sections 1094 and 1095 of the Taxes Consolidation Act 1997.

Signed on behalf of the Trustees

Patrick Plunkett

Brendan Doyle

Date: 5th May 2015

DZOGCHEN BEARA TRUST
YEAR ENDED 31ST DECEMBER 2013

ACCOUNTING POLICIES

The financial statements are prepared on a historical cost accounting basis with all fixed assets valued at cost or value at time of donation.

Income from public programme events, courses, accommodation, bookshop activities and donations are recorded upon receipt. Income from long-term retreats is based upon invoiced amount spread over the period of the retreat.

All expenses are accounted for on an accruals basis. The irrecoverable amount of VAT is included in the item of expense to which it relates.

STOCK

Stocks are valued at the lower of cost, or net realisable value. Cost represents the invoiced price of the goods, including irrecoverable VAT.

FIXED ASSETS

Fixed Assets are stated at cost or valuation less accumulated depreciation. Depreciation is provided at such rates as will write off the cost of the assets over the period of their expected useful lives. Principal rates of depreciation are as follows:

Freehold Land	0%
Freehold Buildings	0%-2%
Motor Vehicles	20%
Fixtures + Fittings	12.5%-20%
Equipment	20%-25%
Assets under Construction	0%

Assets under construction, represents the costs incurred in the building of new assets or upgrading existing assets. The total cost, where reflecting fair value, is transferred to the relevant asset category and depreciation charged upon completion of construction.

**DZOGCHEN BEARA TRUST****INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF DZOGCHEN BEARA TRUST****FOR THE YEAR ENDED 31ST DECEMBER 2013**

We have audited the financial statements of Dzogchen Beara Trust for the year ended 31st December 2013 which comprise the statement of financial activities, the balance sheet and the related notes and accounting policies. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Respective responsibilities of directors and auditors

As explained more fully in the statement of trustees' responsibilities set out on pages 4-5 the trustees are responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report is made solely to the trustees, as a body, in accordance with Section 193 of the Companies Act, 1990. Our audit work has been undertaken so that we might state to the 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 trust and the trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the trust's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the trustees' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the state of the trust's affairs as at 31 December 2013 and of its result for the year then ended; and

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- have been properly prepared in accordance with the requirements of the Companies Acts 1963 to 2013.

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DZOGCHEN BEARA TRUST

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF DZOGCHEN BEARA TRUST

FOR THE YEAR ENDED 31ST DECEMBER 2013

Matters on which we are required to report by the Companies Acts 1963 to 2013

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

- In our opinion proper books of account have been kept by the trust.
- The financial statements are in agreement with the books of account.

Matters on which we are required to report by exception

We have nothing to report in respect of the provisions in the Companies Acts 1963 to 2013 which require us to report to you if, in our opinion the disclosures of directors' remuneration and transactions specified by law are not made.

Tony Cooney
For and on behalf of
Crowleys DFK Limited
Chartered Accountants
& Registered Auditors

5 Lapps Quay
Cork

Date: 6th May 2015

DZOGCHEN BEARA TRUST
YEAR ENDED 31ST DECEMBER 2013
STATEMENT OF FINANCIAL ACTIVITIES

	GENERAL FUNDS	RESTRICTED FUNDS	TOTAL DzB TRUST	TOTAL DzB TRUST
	2013 €	2013 €	2013 €	2012 €
Income				
Retreats, Programme & Related Activities	297,971	-	297,971	277,312
Accommodation	75,200	-	75,200	89,117
General Donations	101,270	58,663	159,933	62,486
Restricted Funds Donations	-	-	-	157,263
Book Shop Net	63,383	-	63,383	69,607
Contribution from Catering	178,469	-	178,469	151,272
Contrib. for Central Costs	9,980	-	9,980	6,457
Deposit Interest	2,253	6,278	8,531	10,117
Rent Receivable	10,760	-	10,760	15,890
Other Income	35,435	-	35,435	13,673
Total Income	774,721	64,940	839,661	853,194
Expenditure				
Retreats Programme & Related Activities	65,063	-	65,063	37,967
Fund raising	-	-	-	3,562
Staff Expenditure	253,540	8,599	262,140	265,859
Office Costs	35,914	413	36,327	33,396
Catering expenses	168,046	-	168,046	153,435
Rent and Insurance	42,870	-	42,870	46,912
Site and Accommodation	93,168	-	93,168	84,312
Bank Charges and Interest	7,069	-	7,069	7,905
Audit Fees	6,869	-	6,869	4,270
Legal and professional fees	16,095	-	16,095	0
Depreciation	54,592	90,734	145,326	142,648
Donations to Other Organisations	(43)	43.00	-	26,393
Project Expenditure	-	-	-	555
Fund Distribution	32,347	17,134	49,481	21,926
Total Expenditure	775,530	116,923	892,454	829,140
Surplus / Deficit Income over Total Expenditure	(810)	(51,983)	(52,793)	24,054

Signed on behalf of the Trustees:

Patrick Plunkett

Brendan Doyle

Dated: 5th May 2015

DZOGCHEN BEARA TRUST
YEAR ENDED 31ST DECEMBER 2013
BALANCE SHEET

	2013	2012
	€	€
Fixed Assets	5,346,580	5,314,999
Current Assets		
Cash	7,915	10,563
Bank Current Accounts	54,633	163,690
Deposit Accounts	403,675	395,305
Debtors and Prepayments	19,953	2,976
Shop Stock	20,502	25,562
	<u>506,677</u>	<u>598,096</u>
Creditors: Amounts Falling Due Within One Year		
Creditors	8,164	23,153
Accruals and Other Liabilities	(4,273)	6,376
PAYE/PRSI	6,790	5,000
VAT (Note 5)	2,860	4,771
Rigpa International (Note 2)	18,889	17,920
Long Term Capital Grant Income (Note 6)	16,100	16,450
Long Term Retreat Funds (Note 3)	11,272	14,612
Long Term Retreat Deferred Income (Note 4)	47,895	39,850
Scholarship Fund	2,956	389
	<u>110,654</u>	<u>128,521</u>
Creditors: Amounts Falling Due in More Than One Year		
3-year interest free loan	21,230	10,000
	<u>131,884</u>	<u>138,521</u>
Net Current Assets/Liabilities	<u>374,793</u>	<u>459,575</u>
	<u>5,721,374</u>	<u>5,774,574</u>
Represented By:		
General and Restricted Funds		
General Fund Dzogchen Beara (Note 7)	846,671	847,481
Development Funds (Note 8)	475,882	478,925
Spiritual Care Development Fund (Note 8)	4,171,663	4,168,052
Temple Project Ireland Fund	288,858	268,050
Other Restricted Funds (Note 8)	(61,700)	12,066
	<u>5,721,374</u>	<u>5,774,574</u>

Signed on Behalf of the Trustees

Patrick Plunkett

Brendan Doyle

Dated: 5th May 2015

Schedule of Fixed Assets 31st December 2013

Note 1. Schedule of Fixed Assets

	Freehold Land	Freehold Buildings	Fixtures & Fittings	Equipment	Vehicles	Assets Under Construction	Total
Cost	31,743	5,665,800	119,596	146,948	5,200	200,960	6,170,247
Additions		3,269	18,483	4,405		150,751	176,908
Disposals/Trsfs		145,712	7,473			-153,185	0
Total Cost	31,743	5,814,781	145,552	151,353	5,200	198,526	6,347,155
Accum Deprn	0	608,839	116,055	126,754	3,600	0	855,248
Provided for the Year	0	121,566	11,184	11,936	640	0	145,326
Disposals/Trsfs	0						0
Total Accum Deprn	0	730,405	127,239	138,690	4,240	0	1,000,574
Net Book Value 31/12/13	31,743	5,084,376	18,313	12,663	960	198,526	5,346,581
Net Book Value 31/12/12	31,743	5,056,961	3,541	20,194	1,600	200,960	5,314,999

Note 2. Rigpa International

An annual contribution is made to the work of Rigpa International: the creditor balance represents the payment to be made at 31st December 2013, which is due within six weeks of balance date.

Note 3. Long Term Retreat Fund

Represents donations received specifically to support those who wish to participate in long-term retreats.

Note 4. Long Term Retreat Deferred Income

The fee for the long-term retreats is invoiced at the beginning of each retreat and amortised over the period of the retreat. Long term retreat deferred income represents the balance of income invoiced for future months.

Note 5. VAT

Dzogchen Beara Welcome Centre registered for VAT with effect from 1 July 2006.

Note 6. Long Term Capital Grant Income

Grants are credited to deferred income. Grants towards capital expenditure are released to the statement of financial activity over the expected useful life of the assets. Grants towards revenue expenditure are released to the statement of financial activity as the related expenditure is incurred.

DZOGCHEN BEARA TRUST

YEAR ENDED 31ST DECEMBER 2013

Movements in General Funds as at 31st December

Note 7. General Funds

The General funds represent the unrestricted funds available to Dzogchen Beara from accumulated surpluses and deficits. The general fund also includes the capital valuation for fixed assets donated, the land and buildings, which constitutes the retreat centre.

	2013	2012
	€	€
GENERAL FUND DZOGCHEN BEARA		
Opening Balance	847,481	862,857
Deficit / Surplus for year	(810)	(15,376)
Closing Balance	<u>846,671</u>	<u>847,481</u>

Note 8. Restricted Funds

The restricted fund, the 'Development Fund', represents donations and grants received for the development of Dzogchen Beara less expenditure made for this purpose. The fund is accounted for as a separate fund within the Trust's books of account.

Movements in Restricted Funds As at 31st December

	2013	2012
	€	€
DEVELOPMENT FUND		
Opening Balance	478,925	436,053
Deficit / Surplus for year	(3,043)	42,872
Closing Balance	<u>475,882</u>	<u>478,925</u>
SPIRITUAL CARE DEVELOPMENT FUND		
Opening Balance	4,168,050	4,438,413
Deficit / Surplus for year	3,611	(77,691)
Transfer to new charity SCI_F&F		(192,672)
Transfer to new charity SCI for operations		-
Closing Balance	<u>4,171,663</u>	<u>4,168,050</u>
TEMPLE PROJECT IRELAND		
Opening Balance	268,050	201,677
Deficit / Surplus for year	20,808	66,373
Closing Balance	<u>288,858</u>	<u>268,050</u>
OTHER RESTRICTED FUNDS		
Opening Balance	12,066	4,189
Deficit / Surplus for year	(73,766)	7,877
Closing Balance	<u>(61,700)</u>	<u>12,066</u>