

**THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF  
MERCY IN THE BRITISH ISLES**

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2021**

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## LEGAL AND ADMINISTRATIVE INFORMATION

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### Trustees

Sr M Nzeribe  
Sr B Onwuzuruigbo  
Sr M Echeta  
Sr P Iwuoha  
Sr A Ilonor

### Charity number

1036524

### Independent examiner

Darren Harding ACA FCCA DChA  
Richard Place Dobson Services Limited  
1-7 Station Road  
Crawley  
West Sussex  
RH10 1HT

### Bankers

Allied Irish Bank  
The Manor House  
High Street  
Wanstead  
London  
E11 2RL

### Solicitors

Pothecary Witham Weld  
70 St George's Square  
London  
SW1V 3RD

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# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

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# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## TRUSTEES' REPORT

*FOR THE YEAR ENDED 31 DECEMBER 2021*

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The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Trust Deed, the Charities Act 2011 and "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 main object of the charity is to promote the charitable work carried on or supported by the Trustees of the Congregation of the Daughters of Mary, Mother of Mercy.

Members of the community continued to work in hospitals and nursing homes providing medical and nursing support. In the local Parish communities the sisters undertake Pastoral work, including adoration of the blessed sacrament, visiting and administering the Eucharist to the lonely, sick, aged, bereaved and other members of the community. They are also involved in other aspects of Parish life.

#### **Public benefit**

The charity's trustees have referred to the Charity Commission's general guidance on Public Benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, they have considered how planned activities will contribute to the aims and objectives they have set.

#### **Charity background**

Daughters of Mary, Mother of Mercy sisters in England work in hospitals and nursing homes to provide nursing care and support. They also have sisters working in local parishes, co-ordinating their activities of pastoral work including adorations of the blessed sacrament, visiting and administering Eucharist to the lonely, sick, aged and bereaved.

There are 8 communities in England:

- 1, Edgware (Diocese of Westminster)
- 2, Walthamstow (Diocese of Brentwood)
- 3, Liverpool (Archdiocese of Liverpool)
- 4, Bradford (Diocese of Leeds)
- 5, St Mary Convent Batley (Diocese of Leeds)
- 6, Forest Gate (Diocese of Brentwood)
- 7, Slough (Diocese of Northampton).
- 8, Windsor (Diocese of Oxford)

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## TRUSTEES' REPORT (CONTINUED)

*FOR THE YEAR ENDED 31 DECEMBER 2021*

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### **Achievements and performance**

The number of communities in England remained at 8 in the year. The congregation continued to undertake their normal activities at all 8 locations as best they could during the continued effects of Covid-19.

Waverley care home was purchased in April 2007 and is a twenty bed care home. The home provides nursing and residential care.

The home is spread over four floors and consists of:

#### **Basement**

In the basement there is a dining room with an area which is used for watching TV by some of the clients. The kitchen, laundry, Staff room and main office are based in the basement. There is also access to three toilets: one for kitchen staff, one for general staff and one for clients.

#### **Ground floor**

On the ground floor there are three bedrooms, a sluice, a bathroom with a toilet, a separate toilet, the main lounge and a small nurse's station. Two of the bedrooms on this floor are double room's with one en-suite.

#### **First floor**

On the first floor there are seven bedrooms, one of these is a large double room. There is a shower room, toilet and sluice room.

#### **Second floor**

There are seven bedrooms, one bathroom with a toilet, a sluice room and a separate toilet.

There is a passenger lift which accesses all of the floors in the building.

### **Staff and training**

A trained nurse is on duty 24 hours a day with three care assistants in the morning, two in the afternoon and one at night. Staffing levels are monitored to ensure that appropriate numbers of staff are available for clients in our care. We have not used agency staff in the last 12 months.

Our manager is a trained nurse and has commenced a level 4 NVQ in leadership and Management. We have a registered general/mental nurse who is responsible for overseeing any mental health issues across clients at Waverley.

Three of our other nurses are dual registered general nurse/midwife. Our part time nurse is a state enrolled nurse who works two nights a week. All of our trained staff attend various training courses and updates regarding best practice across various areas within the home. We employ a full time activities co-ordinator who works 6 hours a day 5 days a week.

### **Financial review**

The net incoming resources of the charity was £19,822 (2020 - £1,824).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between approximately six and nine month's expenditure. The trustees consider that reserves at this level are sufficient to cover it's working capital requirements. This reserve policy reflects the need to balance risk against the objectives of the charity.

### **Covid-19**

The Trustees have given consideration to the Charities SORP ('Statement of Recommended Practice') Committee's advice in its publication 'Implications of COVID-19 Control Measures and Charity Financial Reporting' and to the risks arising as a result of the coronavirus pandemic. The Charity is actively monitoring and managing the situation as it develops. We have adapted our operations and consider that the Charity has adequate reserves and committed future grants from supportive and solvent funders.

The trustees have assessed the major risks to which the charity is exposed, and confirm that systems are in place to mitigate exposure to these risks.

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## TRUSTEES' REPORT (CONTINUED)

***FOR THE YEAR ENDED 31 DECEMBER 2021***

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### **Structure, governance and management**

The Congregation of the Daughters of Mary, Mother of Mercy was established in England in 1987. The charity is governed by a trust deed dated 13 December 1993 and is registered with the Charity Commission under registration number 1036524. The power to appoint and remove trustees rests with the Sister Superior.

The trustees who served during the year and up to the date of signature of the financial statements were:

Sr M Nzeribe

Sr B Onwuzuruigbo

Sr M Echeta

Sr P Iwuoha

Sr A Ilonor

The trustees' report was approved by the Board of Trustees.

.....

Sr B Onwuzuruigbo

**Trustee**

Date: .....

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

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I report to the trustees on my examination of the financial statements of The Congregation of the Daughters of Mary Mother of Mercy in the British Isles (the charity) for the year ended 31 December 2021.

#### Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

**Darren Harding ACA FCCA DChA**

Richard Place Dobson Services Limited  
1-7 Station Road  
Crawley  
West Sussex  
RH10 1HT

Dated: .....

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 31 DECEMBER 2021**

### Current financial year

		Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Total 2021 £	Total 2020 £
	Notes				
<b><u>Income from:</u></b>					
Donations and legacies	3	27,064	-	27,064	59,561
<b><u>Charitable activities</u></b>					
Sisters Salaries	4	522,549	-	522,549	522,547
Care Home	4	408,617	-	408,617	396,502
<b>Total income</b>		958,230	-	958,230	978,610
<b><u>Expenditure on:</u></b>					
<b><u>Charitable activities</u></b>					
Religious activities	5	552,176	-	552,176	552,355
Care Home	5	379,758	3,500	383,258	419,476
<b>Total charitable expenditure</b>		931,934	3,500	935,434	971,831
Other	8	2,974	-	2,974	4,955
<b>Total expenditure</b>		934,908	3,500	938,408	976,786
<b>Net income for the year/ Net movement in funds</b>		23,322	(3,500)	19,822	1,824
Fund balances at 1 January 2021		572,247	301,000	873,247	871,423
<b>Fund balances at 31 December 2021</b>		595,569	297,500	893,069	873,247

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.



# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

**FOR THE YEAR ENDED 31 DECEMBER 2021**

**Prior financial year**

		Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Total 2020 £
	Notes			
<b><u>Income from:</u></b>				
Donations and legacies	3	59,561	-	59,561
<b><u>Charitable activities</u></b>				
Sisters Salaries	4	522,547	-	522,547
Care Home	4	396,502	-	396,502
<b>Total income</b>		978,610	-	978,610
<b><u>Expenditure on:</u></b>				
<b><u>Charitable activities</u></b>				
Religious activities	5	552,355	-	552,355
Care Home	5	415,976	3,500	419,476
<b>Total charitable expenditure</b>		968,331	3,500	971,831
Other	8	4,955	-	4,955
<b>Total expenditure</b>		973,286	3,500	976,786
Gross transfers between funds		485,539	(485,539)	-
<b>Net income for the year/ Net movement in funds</b>		490,863	(489,039)	1,824
Fund balances at 1 January 2020		81,384	790,039	871,423
<b>Fund balances at 31 December 2020</b>		572,247	301,000	873,247

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## BALANCE SHEET

*AS AT 31 DECEMBER 2021*

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Tangible assets	9		913,014		934,163
<b>Current assets</b>					
Debtors	10	4,375		2,059	
Cash at bank and in hand		41,301		41,196	
		<u>45,676</u>		<u>43,255</u>	
<b>Creditors: amounts falling due within one year</b>	12	<u>(52,811)</u>		<u>(51,877)</u>	
Net current liabilities			(7,135)		(8,622)
<b>Total assets less current liabilities</b>			905,879		925,541
<b>Creditors: amounts falling due after more than one year</b>	13		(12,810)		(52,294)
<b>Net assets</b>			<u>893,069</u>		<u>873,247</u>
<b>Income funds</b>					
<u>Unrestricted funds</u>					
Designated funds	14	297,500		301,000	
General unrestricted funds		<u>595,569</u>		<u>572,247</u>	
			893,069		873,247
			<u>893,069</u>		<u>873,247</u>

The financial statements were approved by the Trustees on .....

.....  
Sr B Onwuzuruigbo  
Trustee

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## STATEMENT OF CASH FLOWS

*FOR THE YEAR ENDED 31 DECEMBER 2021*

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	Notes	2021 £	£	2020 £	£
<b>Cash flows from operating activities</b>					
Cash generated from operations	17		37,718		35,904
<b>Net cash used in investing activities</b>			-		-
<b>Financing activities</b>					
Repayment of bank loans		(37,613)		(34,633)	
<b>Net cash used in financing activities</b>			(37,613)		(34,633)
<b>Net increase in cash and cash equivalents</b>			105		1,271
Cash and cash equivalents at beginning of year			41,196		39,925
<b>Cash and cash equivalents at end of year</b>			41,301		41,196

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# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## NOTES TO THE FINANCIAL STATEMENTS

### *FOR THE YEAR ENDED 31 DECEMBER 2021*

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#### **1 Accounting policies**

##### **Charity information**

The Congregation of the Daughters of Mary Mother of Mercy in the British Isles is a charity.

##### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's trust deed, the Charities Act 2011 and "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)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

##### **1.2 Going concern**

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

##### **1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

##### **1.4 Income**

Donations and similar incoming resources are included in the year in which they are receivable which is when the charity is entitled to the resource.

Sisters Income - This is included in the accounts as and when it is paid into the Charity's bank by either the individual Sisters or their employers.

Care Home Residents Fees - This income is included in the accounts in the year in which it is receivable which is when the charity is entitled to the resource.

##### **1.5 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.

The charitable activities are split between Waverley care home in Liverpool and the other congregations which are spread across the UK. Likewise, the support costs have been split between the care home and the congregation.

All support costs have been identified as finance and governance costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulations and good practice. These costs include costs related to an Independent Examination and bank charges with allocation to Religious activities and Care Home.

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 DECEMBER 2021**

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### **1 Accounting policies**

**(Continued)**

#### **1.6 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property	Straight line over 50 years
Plant and machinery	20% Reducing balance
Fixtures, fittings & equipment	20% Reducing balance
Motor Vehicles	20% Reducing balance

Freehold land is not depreciated.

Assets costing over £1,000 are capitalised.

#### **1.7 Financial instruments**

The charity only has 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 the carrying value plus accrued interest less repayments.

#### **1.8 Taxation**

As a charity, the organisation is not subject to Corporation Tax or any other taxes on income or gains arising from its charitable activities.

#### **1.9 Debtors**

Other debtors represent prepayments that are valued at the amount prepaid net of any trade discounts due.

#### **1.10 Fund Accounting**

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

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

#### **1.11 Key Judgements and Accounting Estimates**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The main judgements and accounting estimates included in the accounts are:

- Prepayments and Accruals - Management has made estimates and established prepayments and accruals in respect of potential assets and liabilities as at the balance sheet date.

- Depreciation - Management has made assumptions and estimated depreciation rates in respect of showing a true and fair view of the assets at the balance sheet date.

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 DECEMBER 2021**

### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

### 3 Donations and legacies

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Donations and gifts	68	19,772
Government grant	26,996	39,789
	<u>27,064</u>	<u>59,561</u>

### 4 Charitable activities

	Sisters Salaries 2021 £	Care Home 2021 £	Total 2021 £	Sisters Salaries 2020 £	Care Home 2020 £	Total 2020 £
Care home fees	-	408,617	408,617	-	396,502	396,502
Sisters income	522,549	-	522,549	522,547	-	522,547
	<u>522,549</u>	<u>408,617</u>	<u>931,166</u>	<u>522,547</u>	<u>396,502</u>	<u>919,049</u>

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 DECEMBER 2021**

### 5 Charitable activities

	Religious activities 2021 £	Care Home 2021 £	Total 2021 £	Religious activities 2020 £	Care Home 2020 £	Total 2020 £
Depreciation and impairment	17,444	3,705	21,149	19,145	3,756	22,901
Religious activities	534,732	-	534,732	533,210	-	533,210
Care Home	-	379,553	379,553	-	415,720	415,720
	<u>552,176</u>	<u>383,258</u>	<u>935,434</u>	<u>552,355</u>	<u>419,476</u>	<u>971,831</u>
	<u>552,176</u>	<u>383,258</u>	<u>935,434</u>	<u>552,355</u>	<u>419,476</u>	<u>971,831</u>
<b>Analysis by fund</b>						
Unrestricted funds - general	552,176	379,758	931,934	552,355	415,976	968,331
Unrestricted funds - designated	-	3,500	3,500	-	3,500	3,500
	<u>552,176</u>	<u>383,258</u>	<u>935,434</u>	<u>552,355</u>	<u>419,476</u>	<u>971,831</u>

### 6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

#### Trustees' expenses

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

### 7 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Waverley Care Home	<u>16</u>	<u>17</u>

As members of the order, the trustees' living expenses are borne by the Order. The trustees received no remuneration or other benefits in connection with their duties as trustees.

The trustees do not consider any of the staff to be key management personnel.

There were no employees whose annual remuneration was more than £60,000.

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

### 8 Other

	Unrestricted funds general 2021	Unrestricted funds general 2020
Financing costs	2,974	4,955

### 9 Tangible fixed assets

	Freehold property £	Plant and machinery £	Fixtures, fittings & equipment £	Motor Vehicles £	Total £
<b>Cost</b>					
At 1 January 2021	1,137,400	5,112	74,088	99,669	1,316,269
At 31 December 2021	1,137,400	5,112	74,088	99,669	1,316,269
<b>Depreciation and impairment</b>					
At 1 January 2021	238,184	5,112	69,474	60,578	373,348
Depreciation charged in the year	14,143	-	1,692	14,072	29,907
At 31 December 2021	252,327	5,112	71,166	74,650	403,255
<b>Carrying amount</b>					
At 31 December 2021	885,073	-	2,922	25,019	913,014
At 31 December 2020	899,216	-	3,674	31,273	934,163

### 10 Debtors

	2021 £	2020 £
<b>Amounts falling due within one year:</b>		
Other debtors	4,375	2,059

### 11 Loans and overdrafts

	2021 £	2020 £
Bank loans	51,075	88,688
Payable within one year	38,265	36,394
Payable after one year	12,810	52,294



# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 12 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans	11	38,265	36,394
Other creditors		14,546	15,483
		<u>52,811</u>	<u>51,877</u>

#### 13 Creditors: amounts falling due after more than one year

	Notes	2021 £	2020 £
Bank loans	11	12,810	52,294
		<u>12,810</u>	<u>52,294</u>

A loan was taken out in March 2007 with Allied Irish Bank to help finance the purchase of Waverley Nursing Home, Liverpool. the loan is repayable quarterly over 15 years and the rate of interest charged is 1.25% above the Bank's Base Rate. the loan is secured by the first legal charge on the freehold property in Liverpool.

#### 14 Designated funds

The funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2020 £	Resources expended £	Transfers £	Balance at 1 January 2021 £	Resources expended £	Balance at 31 December 2021 £
Property fund	790,039	(3,500)	(485,539)	301,000	(3,500)	297,500
	<u>790,039</u>	<u>(3,500)</u>	<u>(485,539)</u>	<u>301,000</u>	<u>(3,500)</u>	<u>297,500</u>

The Property fund represents the funds necessarily set aside for the charity's occupation of the nursing home in Liverpool, but also takes into account any Impairment loss incurred.

# THE CONGREGATION OF THE DAUGHTERS OF MARY MOTHER OF MERCY IN THE BRITISH ISLES

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 DECEMBER 2021**

### 15 Analysis of net assets between funds

	Unrestricted funds 2021 £	Designated funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Designated funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Tangible assets	615,514	297,500	913,014	633,163	301,000	934,163
Current assets/(liabilities)	(7,135)	-	(7,135)	(8,622)	-	(8,622)
Long term liabilities	(12,810)	-	(12,810)	(52,294)	-	(52,294)
	<u>595,569</u>	<u>297,500</u>	<u>893,069</u>	<u>572,247</u>	<u>301,000</u>	<u>873,247</u>

### 16 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).

### 17 Cash generated from operations

	2021 £	2020 £
Surplus for the year	19,822	1,824
Adjustments for:		
Depreciation and impairment of tangible fixed assets	21,149	22,901
Movements in working capital:		
(Increase)/decrease in debtors	(2,316)	9,438
(Decrease)/increase in creditors	(937)	1,741
<b>Cash generated from operations</b>	<u>37,718</u>	<u>35,904</u>

### 18 Analysis of changes in net (debt)/funds

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	41,196	105	41,301
Loans falling due within one year	(36,394)	(1,871)	(38,265)
Loans falling due after more than one year	(52,294)	39,484	(12,810)
	<u>(47,492)</u>	<u>37,718</u>	<u>(9,774)</u>