

FRIENDS OF INSTITUTE OF CHRIST THE KING
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

FRIENDS OF INSTITUTE OF CHRIST THE KING

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Canon A Montjean
Mr P Russell
Mr K G Jones
Rev Similien Marie Dominique Wache
de Corbie

Charity number

1076950

Independent examiner

Helen Furlong FCCA
McLintocks (NW) Limited
46 Hamilton Square
Birkenhead
Wirral
Merseyside
CH41 5AR

FRIENDS OF INSTITUTE OF CHRIST THE KING

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FRIENDS OF INSTITUTE OF CHRIST THE KING

TRUSTEES REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

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 dated 23 July 1999, 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

The objects of the Charity are the advancement of the Roman Catholic Faith

Powers in pursuit of the object.

- The provision of assistance in the training of men for the priesthood of the Roman Catholic Church in seminaries anywhere in the World with preference being given to seminaries who use the classical Roman Liturgy.
- The purchase construction or other acquisition and maintenance of places of worship where Roman Catholic services may be held; such services to be in accordance with the classical Roman Rite of the Catholic Church and so far as possible in accordance with the 1962 Missal.
- The purchase or acquisition and retention of suitable items of religious art and objects of devotion in accordance with the principles of the Roman Catholic Church.
- The Support of Roman Catholic priests willing and able to learn and celebrate the classical Roman Rite of the Catholic Church.

FRIENDS OF INSTITUTE OF CHRIST THE KING

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance

The Institute was founded in 1990 by Monsignor Gilles Wach and Father Philippe Mora in Gabon, Africa, where we still have missions. Today, the motherhouse and international seminary of the Institute is in Gricigliano, in the Archdiocese of Florence, Italy.

The mission of the Institute of Christ the King Sovereign Priest is to spread the reign of Christ in all spheres of human life by drawing from the millennial treasury of the Roman Catholic Church, particularly her liturgical tradition, the unbroken line of spirituality and architecture.

The Institute operates in more than fifty places in twelve countries, where our priests focus on the care of souls in many different ways. To assist our priests in their apostolic work, the Institute also has clerical oblates. In 2004, a community of religious sisters was canonically established to aid the priests in their mission through prayer and apostolic work.

The Institute of Christ the King serves five churches in England.

Ss Peter and Paul's and St Philomena in New Brighton, St Walburge's and English Martyrs in Preston. These are designated as Shrines:

The fourth church is St Winefride's in the Diocese of Shrewsbury.

The fifth church, Holy Angels, in Torquay, Plymouth diocese.

A House of Discernment, opened in November 2017 in Preston (in the diocese of Lancashire), is still opened: 5 men are currently in formation. In October 2023, 4 young men will join the pre-Seminary formation at the House of discernment.

There are currently 11 seminarians from the UK in formation at Gricigliano, with the numbers continuing to grow. We have now about 110 seminarians studying for priesthood from several countries. The numbers of young men looking to join the formation program as seminarians or oblates is continuing to grow.

Canon Montjean, Rector of the Shrine of Ss PPP New Brighton, and Canon Cristofoli, Rector of the Shrine of St Walburge Preston, travel monthly to the Seminary in Italy where they lecture in Theology, History of the Church and Spirituality.

Fundraising events are continuing, and these have been remitted to the Seminary or the Institute of Christ the King Sovereign Priest, to support financially the seminarians of the United Kingdom in formation at Gricigliano, which provides training for those who wish to celebrate the classical Roman Liturgy is continuing to expand. Because of this growth, some restoration works have been engaged at the Seminary in Gricigliano, since the buildings are old and need constant care.

The support from the generous donations of our benefactors is vital to ensure the formation of our UK seminarians in the best conditions possible. We have encouraged our British Seminarians to keep regularly in touch with the benefactors, give them frequent updates on their formation, and asked them to visit them when they return to the UK for their holidays (three times a year).

Public benefit

The Trustees confirm that they have had regard to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the activities of the organisation during the year.

FRIENDS OF INSTITUTE OF CHRIST THE KING

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Financial review

The charity received donations and interest amounting to £509,891 (2022 £736,606) during the year which enabled grants to be paid out of £153,982 (2022 £71,193). Administration and property expenses amounted to £94,065 (2022 £58,278) leaving a surplus for the year of £261,845 (2022 surplus £607,135).

The unrestricted reserves of the charity now stand at £1,182,588 (2022 £920,743) and the free reserves stand at £428,504 which the trustees feel is adequate.

The size of the future grants will be dependent upon the level of the income received.

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 three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

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

Structure, governance and management

Constitution, objects and policies

The Charitable Trust is constituted by a Trust deed dated 23 July 1999.

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

Canon A Montjean

Mr P Russell

Mr K G Jones

Rev Similien Marie Dominique Wache de Corbie

Appointment of the Trustees is governed by the Constitution of the Charity. The Trustees are responsible for overseeing the affairs of the organisation.

The trustees report was approved by the Board of Trustees.

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Mr P Russell

Trustee

Dated:

FRIENDS OF INSTITUTE OF CHRIST THE KING

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF FRIENDS OF INSTITUTE OF CHRIST THE KING

I report to the trustees on my examination of the financial statements of Friends Of Institute Of Christ The King (the charity) for the year ended 31 March 2023.

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 FCCA, 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.

Helen Furlong FCCA
McLintocks (NW) Limited

46 Hamilton Square
Birkenhead
Wirral
Merseyside
CH41 5AR

Dated:

FRIENDS OF INSTITUTE OF CHRIST THE KING

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income from:					
Donations and legacies	4	409,469	383,513	350,250	733,763
Other trading activities	2	-	2,835	-	2,835
Investments	3	422	8	-	8
Total income		409,891	386,356	350,250	736,606
Charitable activities	6	248,046	129,471	-	129,471
Net income		161,845	256,885	350,250	607,135
Transfers between funds		-	350,250	(350,250)	-
Net movement in funds		161,845	607,135	-	607,135
Reconciliation of funds:					
Fund balances at 1 April 2022		920,743	313,608	-	313,608
Fund balances at 31 March 2023		1,082,588	920,743	-	920,743

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

FRIENDS OF INSTITUTE OF CHRIST THE KING

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		754,084		755,408
Current assets					
Debtors	12	4,053		4,053	
Cash at bank and in hand		416,091		163,262	
		<u>420,144</u>		<u>167,315</u>	
Creditors: amounts falling due within one year					
Other creditors	13	91,640		1,980	
		<u></u>		<u></u>	
Net current assets			328,504		165,335
Total assets less current liabilities			<u>1,082,588</u>		<u>920,743</u>
The funds of the charity					
Unrestricted funds			1,082,588		920,743
			<u>1,082,588</u>		<u>920,743</u>

The financial statements were approved by the trustees on

.....
Mr P Russell
Trustee

FRIENDS OF INSTITUTE OF CHRIST THE KING

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from operations	18		252,407		608,663
Investing activities					
Purchase of tangible fixed assets		-		(516,106)	
Investment income received		422		8	
		<hr/>		<hr/>	
Net cash generated from/(used in) investing activities			422		(516,098)
Net cash used in financing activities			-		-
			<hr/>		<hr/>
Net increase in cash and cash equivalents			252,829		92,565
Cash and cash equivalents at beginning of year			163,262		70,697
			<hr/>		<hr/>
Cash and cash equivalents at end of year			416,091		163,262
			<hr/> <hr/>		<hr/> <hr/>

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

Friends Of Institute Of Christ The King is a Charity governed by a Trust Deed.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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 or grantors 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 Incoming resources

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.

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

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 land and buildings	Nil
Fixtures and fittings	15 years straight line
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

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

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors 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 financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Income from other trading activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Fundraising events	-	1,395
Rents receivable	-	1,440
	<hr/>	<hr/>
Other trading activities	-	2,835
	<hr/>	<hr/>

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

3 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Interest receivable	422	8

4 Donations and legacies

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	249,351	375,415	350,250	725,665
Legacies receivable	143,553	-	-	-
Gift Aid	16,565	8,098	-	8,098
	<u>409,469</u>	<u>383,513</u>	<u>350,250</u>	<u>733,763</u>

5 Expenditure on charitable activities

	Seminary fees 2023 £	Seminary fees 2022 £
Direct costs		
Staff costs	7,100	1,500
Depreciation and impairment	1,324	1,355
	<u>8,424</u>	<u>2,855</u>
Grant funding of activities (see note 6)	153,981	71,192
Share of support and governance costs (see note 7)		
Support	84,061	53,923
Governance	1,580	1,500
	<u>248,046</u>	<u>129,470</u>
Analysis by fund		
Unrestricted funds	<u>248,046</u>	<u>129,470</u>

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

6 Grants payable

	Seminary fees 2023 £	Seminary fees 2023 £
Grants to institutions:		
Institutum Christi Regis Summi Sacerdotis	153,981	71,192

-

7 Support costs allocated to activities

	2023 £	2022 £
Travel & subsistence	14,687	6,725
Bank charges	1,280	690
Presbytery costs	-	3,728
Property costs	41,851	8,483
Administration costs	11,511	10,172
Computer costs	235	-
Sacristy costs	8,854	17,728
Insurances	5,643	6,398
Governance costs	1,580	1,500
	<u>85,641</u>	<u>55,424</u>
Analysed between:		
Seminary fees	<u>85,641</u>	<u>55,423</u>

8 Trustees

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

9 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	<u>2</u>	<u>2</u>
Employment costs	2023 £	2022 £
Wages and salaries	<u>7,100</u>	<u>1,500</u>

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

9 Employees

(Continued)

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

10 Taxation

The charity is exempt from tax on its charitable activities.

11 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 April 2022	745,004	18,504	15,500	779,008
At 31 March 2023	745,004	18,504	15,500	779,008
Depreciation and impairment				
At 1 April 2022	-	8,468	15,132	23,600
Depreciation charged in the year	-	1,232	92	1,324
At 31 March 2023	-	9,700	15,224	24,924
Carrying amount				
At 31 March 2023	745,004	8,804	276	754,084
At 31 March 2022	745,004	10,036	368	755,408

12 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	4,053	4,053

13 Other creditors falling due within one year

	2023 £	2022 £
Other creditors	90,060	540
Accruals and deferred income	1,580	1,440
	91,640	1,980

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

14 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2023 £
General funds	920,743	409,891	(248,046)	-	1,082,588
Previous year:	At 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	At 31 March 2022 £
General funds	313,608	386,356	(129,470)	350,250	920,744

16 Analysis of net assets between funds

	Unrestricted funds 2023 £
Fund balances at 31 March 2023 are represented by:	
Tangible assets	754,084
Current assets/(liabilities)	328,504
	<u>1,082,588</u>
	Unrestricted funds 2022 £
Fund balances at 31 March 2022 are represented by:	
Tangible assets	755,408
Current assets/(liabilities)	165,335
	<u>920,743</u>

17 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

FRIENDS OF INSTITUTE OF CHRIST THE KING

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

18	Cash generated from operations	2023 £	2022 £
	Surplus for the year	161,845	607,136
	Adjustments for:		
	Investment income recognised in statement of financial activities	(422)	(8)
	Depreciation and impairment of tangible fixed assets	1,324	1,355
	Movements in working capital:		
	Increase in creditors	89,660	180
	Cash generated from operations	<u>252,407</u>	<u>608,663</u>