MRS EM BATES TRUST

England & Wales · Charity number 1082306

Details

Other names	BATES TRUST
Status	Registered
Legal form	Other
Registered	2000-09-06
Register	View on the Charity Commission register

Contact

Address	Moravian Church House 5-7 Muswell Hill London N10 3TJ
Phone	02088833409

Activities

Objects: (1) TO PAY A YEARLY SUM OF ú500 TO GRACEHILL CHURCH, BALLYMENA, IN COUNTY ANTRIM; (2) TO ADVANCE THE RELIGIOUS AND OTHER CHARITABLE PURPOSES OF THE MORAVIAN CHURCH IN THE BRITISH PROVINCE; INCLUDING THE PROVISION OF CHOIR HOUSES AND THE ADVANCEMENT OF EDUCATION OF CHILDREN OF MINISTERS AND MISSIONARIES OF THE MORAVIAN CHURCH; AND (3) TO ADVANCE THE RELIGIOUS AND OTHER CHARITABLE PURPOSES OF THE MORAVIAN CHURCH IN ANY PART OF THE WORLD.

Activities: Pay grants to the Moravian Church

Classification

- **How:** Makes Grants To Organisations
- **What:** Religious Activities
- **Who:** Children/young People, Elderly/old People, The General Public/mankind

Geography

- **Area of benefit:** WORLDWIDE
- Throughout England And Wales

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Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£408,897	£425,296	-	-
2024-08-31	£474,460	£474,460	-	-
2023-08-31	£413,527	£413,527	-	-
2022-08-31	£388,586	£388,586	-	-
2021-08-31	£362,464	£362,464	-	-

Trustees

Name	Role	Appointed
Dr Courtney Alexander Smith		2025-11-25
Graham John Pascoe Seaton		2020-11-19
James Hancock		2022-05-24
Jane Seaton		2020-11-19
Lynsey Elizabeth Cunningham		2025-11-25
Roger COY		
Sarah GROVES		2012-03-30
Zoe Marie-May Taylor		2022-05-24

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MRS EM BATES TRUST

England & Wales - Charity number 1082306

Accounts

MRS E.M. BATES TRUST

Registered Charity No : 1082306

REPORT OF THE TRUSTEES

and

ACCOUNTS

FOR THE YEAR ENDED 31st AUGUST 2025

MRS E.M. BATES TRUST

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MRS E.M. BATES TRUST
REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31ST AUGUST 2025

TRUSTEES	Mr R Coy Rt Rev S Groves (Chair) Mrs J Seaton Mr G Seaton Ms Z Taylor Mr J Hancock
PRINCIPAL ADDRESS	5 Muswell Hill London N10 3TJ
REGISTERED CHARITY NUMBER	1082306
INDEPENDENT AUDITORS	Knox Cropper LLP Chartered Accountants & Statutory Auditors 65 Leadenhall Street London. EC3A 2AD
LEGAL ADVISERS	Cripps Number 22, Mount Ephraim Tunbridge Wells Kent. TN4 8AS
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling. ME19 4JQ
INVESTMENT MANAGERS	Brewin Dolphin 12 Smithfield Street London. EC1A 9LA

MRS E.M. BATES TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST AUGUST 2025

The Trustees present their report with the financial of the charity for the year ended 31 August 2025. 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

Mrs Bates' original gifts were quite specific as to how the income of the two Trusts which she created was to be apportioned and applied for the benefit of the Moravian Church and these original objects are reflected in the new scheme which combines the original Trusts, namely:

1) "to pay a yearly sum of £500 to Gracehill Church, Ballymena, County Antrim".

2) "to advance the religious and other charitable purposes of the Moravian Church in the British Province; including the provision of choir houses and the advancement of education for children of ministers and missionaries of the Moravian Church".

3) "to advance the religious and other charitable purposes of the Moravian Church in any part of the world".

As noted in the Financial Review below, the Trust changed to the Total Return approach to investment from 1 September 2024. As a result of this change, the Trust's Investment, and Reserves & Grant Making policies have been amended to reflect the operation of a Total Return approach to investment.

There has been no other change to the policies adopted in furthering the objectives of the Trust during the period.

PUBLIC BENEFIT

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the Charity and in particular they have considered how planned activities further the charity's objects.

The sole beneficiary of the Mrs E. M. Bates Trust is the Moravian Church and its congregations. The Moravian Church in turn provides public benefit by promoting the Christian faith and the spiritual well being of its members. It currently has a following within the United Kingdom of approximately 1200 members.

FINANCIAL REVIEW

Change to the Total Return approach to investment

The Trust's work is entirely reliant on income and investment returns from its endowments. On 28 November 2023 after taking the advice of their Investment Managers the Trustees took advantage of the Charities (Total Return) Regulations 2013 (the Regulations) to adopt the Total Return approach to investment from 1 September 2024.

Before that date the 2000 Trust Deed required that the whole net incoming resources of the Trust for the year should be paid to the beneficiaries, whilst capital appreciation was retained to supplement the Trust Funds. The Trustees sought to balance the interests of present and future beneficiaries through their investment policy by balancing income and capital growth.

In identifying the value of the portion of the permanent endowment that represented unapplied total return, the Trustees selected the balance of the permanent endowment fund of the Trust at 15 December 1984.

Following the change to Total Return investment, the Trustees now agree an annual budget for grants and administration in consultation with their Investment Managers. Income and gains and losses on disposals are accumulated within the investment portfolio, while budgeted expenditure is allocated to the Unrestricted Income Fund following the Grant Making and Reserves Policy.

When agreeing the budget, the Trustees have considered the amount of income required to maintain the current level of charitable activity, and the likely needs of the beneficiaries in the future. They have also taken professional advice from the Investment Managers regarding market outlook, investment trends and yield and the prospect for future capital growth.

The Trust's policies for Investment and Reserves & Grant Making will be reviewed every three years.

MRS E.M. BATES TRUST
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31ST AUGUST 2025

Financial position
In the year to 31 August 2025, the investments of the Trust generated a total return net of investment broker's charges of £869,836 or 7.69%. (2024: £879,865 or 8.16%).

Reserves
As part of the Trust's commitment to maintaining the permanent endowment and its ability to generate adequate future returns, their Policies allow the Trustees each year allocate from the Unapplied Total Return to the Investment Fund the maximum amount permitted under The Regulations. In view of market conditions in the past year, and after taking the advice of their Investment Managers, no allocation was made in 2025.

The Trust's Grant Making and Reserves Policy permits it to hold in its Income Fund up to twice the following year's budgeted expenditure, including support costs and grants. The Trustees consider that this is appropriate given the flexibility afforded by the total return approach towards the investment of the permanent endowment which allows Trustees to transfer amounts from the unapplied total element of the endowment fund in the case of urgent need.

At the end of the year, the balance in the unrestricted income fund was £389,159 (2024: £nil). With the adoption of the Total Return approach to investment from 1 September 2024, on that date the Trustees transferred £766,722 from the Unallocated Total Return to the Income Fund.

At the end of the year, the total of endowment funds was £11,740,356 (2024: £11,647,242).

Grant making
The Trustees seek to prioritise equally three objectives,

- To set and maintain a level of annual grants to the Moravian Union which as far as possible is predictable and sustainable, and maintains their purchasing power.
- To maintain the annual grant to Gracehill Church, Ballymena, in County Antrim of £500.
- Not to compromise the ability of the permanent endowment to generate future returns which support and sustain the level of grant making in the medium and long term.

In setting the level of annual grants, the Trustees seek the advice of their investment managers in line with the Reserves & Grant Making Policy of the Trust.

During the year, grants of £367,161 were made (2024: £416,704). The grants made in 2024 were impacted by an exceptional dividend from the Charities Property Fund which the Trust was obliged to pay out as a grant under the rules relating to its endowment fund prior to the adoption of Total Return.

Investment
The Trust has a mixed portfolio of Stock Exchange investments and shares in the Charities Property Fund.

The Trustees have the power to delegate investment management and may allow investments to be held in the nominee names of investment managers. With the exception of the shares in the Charities Property Fund, these powers have been exercised and discretion to manage the quoted securities has been given to the stockbrokers on the basis of guidelines given to them by the Trustees, whose nominee company holds the Trust's investments.

In order to ensure sufficient liquidity, the Trust has instructed its Investment Managers to hold between one and two year's cash requirement in cash equivalent funds. Such funds are highly liquid and potentially earn a better return than cash held in standard bank accounts. Cash and cash equivalents are classified as either fixed asset investments or current assets in the balance sheet and notes depending on the intended time period in which they will be realised and their function within the Trust's investment strategy.

The Trustees have resolved that their investment policy should be to obtain a satisfactory total return comprising income and capital growth against a background of moderate investment risk and sufficient liquidity to meet grant commitments.

Furthermore, the investment managers have been instructed to use ethical principles to manage the funds of the Trust and have been provided with clear guidance on how this is to be applied by avoiding holdings in companies whose main activities are in the manufacture or supply of armaments, tobacco, breweries and gambling.

MRS E.M. BATES TRUST
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31ST AUGUST 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Mrs. E. M. Bates Trust was formed on the 26 June 2000, under a Scheme made by the Charity Commissioners, by the merger of two charitable trusts: Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren, known as the Moravian Church, under deed dated 11 February 1813 (Charity number 234212) and Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren or Moravians under deed dated 25 July 1815 (Charity number 234214). The two separate funds were amalgamated from this date and the charities administered as one charity known as Mrs. E. M. Bates Trust (Charity number 1082306).

Trustees

The names of the Trustees who served during the period and up to the date of this report are shown on page 1. There were five co-opted Trustees and one ex-officio Trustee during the course of the year. The co-opted Trustees are usually appointed upon the advice of the Provincial Elders Council (PEC) of the Moravian Church, while the ex-officio Trustee is the minister of Gracehill Church.

When a vacancy occurs on the Board, the PEC of the Moravian Church is usually invited to approach people with the essential skills and recommend them to the Trustees for their consideration. Having considered the CV's of prospective candidates, one individual is invited by the Trustees to attend a Board meeting as an observer. If the Board feel that the candidate is suitable, and the candidate feels similarly, he/she is invited to the next meeting and to be elected to the Board. New Trustees are given a 'red book' which contains all the background details/information on the Trust including the latest accounts, trustee responsibilities and governance arrangements in place.

Management

The Trustees meet twice a year. The Trustees are advised by the professional advisers listed under Reference and Administrative Details. The Trust has no employees. Administrative support is provided free of charge by the Trust's beneficiaries. The Trustees were deeply saddened to hear of the death of their Clerk, Mrs Lindsey Newens, in July 2025. Her practical support for the Trust over the years has been much appreciated.

Risk management

The Trustees have reviewed the major strategic, business and operational risks which the charity faces and confirm that systems have been established to mitigate those risks. Arrangements have been made for regular reports to be produced so that the Trustees can ensure that appropriate safeguards remain in place.

The Trustees consider variability of investment returns on the permanent endowment to constitute the Trust's major financial risk. This is mitigated by retaining expert investment managers and having a diversified investment portfolio. The Trustees manage the permanent endowment on a total return basis as permitted by the Charities (Total Return) Regulations 2013. The Trustees consider that the use of a total return approach helps to both increase and stabilise the resources for grant-making.

All investments are carried at their fair value. Investment in equities and fixed interest securities are all traded in quoted public markets, primarily the London Stock Exchange. Holdings in common investment funds, unit trusts and open-ended investment companies are at the bid price. The basis of fair value for quoted investments is equivalent to the market value, using the bid price. Asset sales and purchases are recognised at the date of trade at cost (that is their transaction value).

The significance of financial instruments to the ongoing financial sustainability of the Trust is considered in the financial review and investment policy and performance sections of the Trustees' Annual Report.

The main risk to the Trust from financial instruments lies in the combination of uncertain investment markets and volatility in yield.

Liquidity risk for listed investments falls into two categories. For investments in the Charities Property Fund, trading is on fixed quarterly dates only, and the nature of the fund is such that it may be restricted in certain market conditions. For other investments, the risk depends on the commitment to intervention by central banks and market regulators to provide for orderly trading in the markets. The Trust's investments in this category are mainly traded in markets with good liquidity and high trading volumes.

MRS E.M. BATES TRUST
REPORT OF THE TRUSTEES (Continued)
FOR THE YEAR ENDED 31ST AUGUST 2025

The Trust manages these investment risks by retaining expert advisors and operating an investment policy that provides for a high degree of diversification of holdings within investment asset classes that are quoted on recognised stock exchanges. The Trust does not make use of derivatives and similar complex financial instruments as it takes the view that investments are held for their longer term yield total return and historic studies of quoted financial instruments have shown that volatility in any particular 5 year period will normally be corrected.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the Trustees are required to,

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

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are 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.

AUDITORS

Knox Cropper LLP have indicated their willingness to continue in office and a resolution to reappoint them as the Trust's auditor and confirm their reappointment following their change of status to Knox Cropper LLP will be put to the Board of Trustees at the forthcoming meeting.

Approved by order of the board of Trustees on 25th November 2025 and signed on its behalf by:

.....

Roger Coy – Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MRS E.M. BATES TRUST

Opinion

We have audited the financial statements of Mrs E.M. Bates Trust (the 'charity') for the year ended 31 August 2025 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MRS E.M. BATES TRUST

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees' Responsibilities, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Charity and determined that the most significant are the Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).
- We understood how the Charity is complying with those frameworks via communication with those charged with governance, together with the review of the Charity's documented policies and procedures.
- We assessed the susceptibility of the Charity's financial statements to material misstatement, including how fraud might occur by considering the key risks impacting the financial statements. These included risks associated with Revenue Recognition and Management override of Controls, which were discussed and agreed by the audit team
- Our approach included agreeing the charity's recognition of income to underlying support, the review of journal entries processed in the accounting records and the investigation of significant and unusual transactions identified from our review of the accounting records.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the directors with respect to the application of the documented policies and procedures and review of the financial statements to ensure compliance with the reporting requirements of the Charity.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MRS E.M. BATES TRUST

Use of our report

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's Trustees those matters we are required to state to them in an auditors' 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 charity and the charity's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Knox Cropper LLP
Chartered Accountants and Statutory Auditors
65 Leadenhall Street
London
EC3A 2AD

1st December 2025

MRS E.M. BATES TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31st AUGUST 2025

	Notes	Unrestricted Funds Revenue £	Endowment Funds £	2025 Total Funds £	2024 Total Funds £
Income and Endowments From:					
Investments	2	-	408,897	408,897	474,460
		-	408,897	408,897	474,460
Total income					
Expenditure on:					
Cost of raising funds – investment management fees	4	-	37,733	37,733	38,383
Charitable activities – grant making	5	387,563	-	387,563	436,077
Total expenditure		387,563	37,733	425,296	474,460
Net income/(expenditure)		(387,563)	371,164	(16,399)	-
Net gains/(losses) on investment assets	8	-	498,673	498,673	443,788
Net movement in funds		(387,563)	869,837	482,274	443,788
Reconciliation of funds					
Total funds brought forward		-	11,647,242	11,647,242	11,203,454
Transfer of funds	3	776,722	(776,722)	-	-
Total funds carried forward		389,159	11,740,357	12,129,516	11,647,242

CONTINUING OPERATIONS

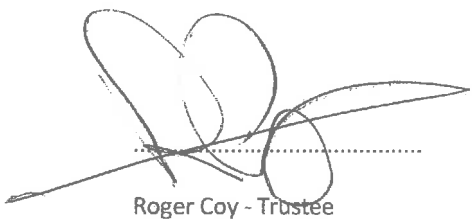
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

MRS E.M. BATES TRUST
BALANCE SHEET
AS AT 31st AUGUST 2025

		2025			2024
		Unrestricted Income Fund	Endowment Funds	Total Funds	Total Funds
		£	£	£	£
FIXED ASSETS					
Investments					
Investments	8	-	11,409,185	11,409,185	11,158,169
Cash and cash equivalents		178,639	195,674	374,313	-
Concessionary Loan	9	-	102,316	102,316	155,572
Total Fixed Assets		178,639	11,707,175	11,885,814	11,313,741
CURRENT ASSETS					
Debtors	10	4,586	39,445	44,031	39,199
Cash equivalents		200,000	-	200,000	-
Cash at bank and in Hand	11	48,740	-	48,740	382,617
		253,326	39,445	292,771	421,816
CREDITORS					
Creditors: amounts falling due within one year	12	(42,806)	(6,263)	(49,069)	(88,315)
NET CURRENT ASSETS		210,520	33,182	243,702	333,501
TOTAL ASSETS LESS CURRENT LIABILITIES		389,159	11,740,357	12,129,516	11,647,242
NET ASSETS		389,159	11,740,357	12,129,516	11,647,242
TOTAL FUNDS		389,159	11,740,357	12,129,516	11,647,242

The financial statements were approved by the Board of Trustees and authorised for issue on 25th November 2025 and were signed on its behalf by:



Roger Coy - Trustee

The notes form part of these financial statements

MRS E.M. BATES TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st AUGUST 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historical cost convention with items recognised at the cost or transaction value unless otherwise stated in the relevant notes(s) to these accounts. The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011. The presentational currency of the financial statements is Pound Sterling (£).

The Trust constitutes a public benefit entity as defined by FRS 102.

Going concern

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. The Charity holds its investment portfolio as an endowment fund using the total return approach to investment and allocates the total return from the portfolio in accordance with its Investment and Reserves & Grant Making Policies. Its structure means that administration costs are minimal and it has no multi-year grant commitments.

Financial reporting standard 102 - reduced disclosure exemptions

The charity 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.

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 costs 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.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

The Trust has a single permanent endowment which is managed on a total return basis. The Trustees may, at their discretion, allocate any part of the unapplied total return to the general purposes of the Trust.

Funds which have been allocated to the general purposes of the Trust are held in the Unrestricted Income Fund which the Trustees are free to use in furtherance of the Trust's objects.

Unrestricted Funds may be applied by the Trustees in pursuance of the charitable objects of the Trust.

Fixed asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and Unrealised investment gains and losses are combined in the Statement of Financial Activities.

MRS E.M. BATES TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31st AUGUST 2025

Fixed asset investments (continued)
The Trust does not acquire put options, derivatives or other complex financial instruments.The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within certain sectors or sub sectors.

The charity has extended a concessionary loan to its primary beneficiary. This is initially recognised and measured at the amount paid with the carrying amount adjusted in subsequent years to reflect repayments, any impairments and accrued interest.

2 INVESTMENT INCOME

	2025	2024
	£	£
Income from listed investments	388,689	463,797
Deposit account interest	17,583	6,987
Concessionary Loan Interest	2,625	3,676
	408,897	474,460

The assets of the Trust are managed as a single mixed portfolio and none of the income or capital appreciation arising in the year has been attributed to the Income Fund. In 2024 100% of the investment income was attributable to the endowment fund.

3 APPLICATION OF TOTAL RETURN TO THE INVESTMENT FUND AND UNALLOCATED TOTAL RETURN

On 21 May 2024 the Trustees passed a section 104A(2) resolution to adopt the Total Return approach to investment in relation to the entire endowment fund (the Fund) with effect from 1 September 2024. On 21 May 2024 they identified and recorded the value of the Fund at 15 December 1984. This sets the baseline value of the permanent endowment fund. The difference between the baseline value and the value of the endowment fund as stated in the audited accounts for the year ended 31 August 2024 represented the opening balance of the unapplied total return.

The power of total return permits the Trustees to invest permanently endowed funds to maximise total return and to apply an appropriate portion of the unapplied total return to income each year. Until the power is exercised to transfer a portion of unapplied total return to income, the unapplied total return remains invested as part of the permanent endowment.

The power allows the Trustees to decide in each year how much of the unapplied total return is transferred to income funds and so available for expenditure. Having considered their obligations under the duty of even-handedness between present and future beneficiaries, the Trustees made a transfer of £776,722 from unapplied total return to unrestricted income funds on 1 September 2024. In 2024 under the previous investment approach £474,460 of income was credited directly to the unrestricted income reserve.

In deciding on the amount to transfer to income funds, the Trustees took the advice of their investment managers, Brewin Dolphin, as to the likely investment trends and the sustainability of the investment fund after considering various levels of transfer to income.

MRS E.M. BATES TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31st AUGUST 2025

3 APPLICATION OF TOTAL RETURN TO THE INVESTMENT FUND AND UNALLOCATED TOTAL RETURN (continued)

	Investment Fund	Unapplied Total Return	2025 Total Endowment Funds	2024 Total Endowment Funds
	£	£	£	£
Investment Fund b/fwd	11,647,242	-	11,647,242	11,203,454
Creation of the unapplied total return on adoption of Total Return approach on 1 September 2024	(10,782,256)	10,782,256	-	-
Balance as at 1st September	864,986	10,782,256	11,647,242	11,203,454
Movement in the Year:				
Investment Return,				
Dividends and Interest	-	408,897	408,897	474,460
Realised Gains/(Losses)	-	29,700	29,700	69,916
Unrealised Gains/(Losses)	-	468,973	468,973	373,872
Investment management fees	-	(37,733)	(37,733)	(38,383)
Net return on investments	-	869,837	869,837	879,865
Unapplied Total Return Allocated to Income Fund	-	(776,722)	(776,722)	-
Transfer to Unrestricted Income Fund (See Note Below)	-	-	-	(436,077)
Net Movement in the Reporting Period	-	93,115	93,115	443,788
C/fwd at 31st August	864,986	10,875,371	11,740,357	11,647,242

Note: There was no unapplied total return in 2024 prior to the adoption of the Total Return approach to investment.

4. COST OF RAISING FUNDS

	2025	2024
	£	£
Investment Managers' charges	37,733	38,383

MRS E.M. BATES TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31st AUGUST 2025

5 **CHARITABLE ACTIVITIES COSTS – GRANT MAKING**

	2025	2024
Grants Payable	£	£
British Province of the Moravian Church	366,661	416,204
Gracehill Church and its Dependencies	500	500
Total Grants Payable	367,161	416,704
Support Costs Attributable to Grant Making		
Governance Costs		
Trustees Expenses	1,094	978
Pensions	6,850	6,642
Auditors' Remuneration	6,480	6,120
Trustees' Indemnity Insurance	528	505
Legal Fees	5,390	5,068
Bank Charges	60	60
Total Governance Costs	20,402	19,373
Total Costs of Grant Making	387,563	436,077

6. **TRUSTEES REMUNERATION BENEFITS**

The key management personnel of the Trust are those persons having authority and responsibility for planning, directing and controlling its activities, directly or indirectly, including any Trustee of the Trust. The Trustees consider that key management personnel consist solely of the Trustees and no Trustee received any remuneration during the year (2024: £nil).

	2025	2024
	£	£
Trustees' Expenses	1,094	978

Four Trustees (2024: three) were reimbursed their travel expenses in connection with Trustees meetings.

7. **COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted Funds	Endowment Funds	2024 Total Funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Investment Income	474,460	-	474,460
EXPENDITURE ON			
Raising Funds – investment managers fees	38,383	-	38,383
Charitable Activites Grants Payable	436,077	-	436,077
	474,460	-	474,460
Net Gains/(Losses) on Investments	-	443,788	443,788
NET INCOME/(EXPENDITURE)	-	443,788	443,788
RECONCILIATION OF FUNDS			
Total Funds Brought Forward	-	11,203,454	11,203,454
TOTAL FUNDS CARRIED FORWARD	-	11,647,242	11,647,242

MRS E.M. BATES TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31st AUGUST 2025

8. **FIXED ASSET INVESTMENTS**

HISTORICAL COST	**2025**	**2024**
	£	£
Listed Investments	9,874,928	9,911,731
MARKET VALUE		
At 1st September 2024	11,158,169	10,568,872
Additions	1,547,544	1,692,872
Disposals	(1,795,201)	(1,547,363)
Revaluations	498,673	443,788
At 31st August 2025	11,409,185	11,158,169
NET BOOK VALUE		
At 31 August 2025	11,409,185	11,158,169

There were no investment assets outside the UK.

Analysis of listed investments by asset class:

	2025	**2024**
	£	£
Fixed Interest Stocks	1,008,953	1,141,757
Equities	6,546,606	6,253,761
The Charities Property Fund (CPF)	3,853,626	3,762,649
Total Market value	11,409,185	11,158,167

With the exception of the CPF, the above listed investments are dealt with on a recognised stock exchange.

The following investments individually represent 5% or more of the total holding of the Trust:

	Number of Units/Nominal Value 2025	**Market Value 2025**
	£	£
The Charities Property Fund Common Investment Fund	3,192,202	3,853,626

9. **CONCESSIONARY LOAN**

	2025	**2024**
	£	£
Balance at the beginning of the year	155,572	207,776
Repayments during the year	(55,881)	(55,880)
Interest receivable for the year	2,625	3,676
Balance at the end of the year	102,316	155,572
Repayable within one year	54,245	55,884
Repayable outside one year	48,071	99,688
	102,316	155,572

During the year ended 31 August 2017, a loan of £500,000 was extended to the British Province of the Moravian Union, the asset holding body of the Moravian Church. The loan was to provide investment funding to the Moravian Union which is undertaking a major fixed asset properties repair programme. The loan is being repaid over a period of 10 years and is secured against 5 Winkley Court.

MRS E.M. BATES TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31st AUGUST 2025

10. DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Sundry Debtors	4,167	-
Accrued Income	419	398
Charities Property Fund	33,815	32,789
Other Investments	5,630	6,012
	44,031	39,199

11. CASH

	2025	2024
	£	£
On Deposit Account	46,492	49,480
On Current Account	2,248	1,000
Cash Held as part of the Investment Portfolio	-	332,137
Total	48,740	382,617

In 2024 all cash holdings were disclosed as current assets. From 2025, cash and cash equivalents held as part of theinvestment strategy and not intended to be realised within twelve months are included in fixed asset investments.

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Professional Charges Accrued	12,403	12,111
British Province of the Moravian Church	36,666	76,204
	49,069	88,315

13. COMPARATIVE ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Income Fund	Endowment Fund	2024 Total Funds
	£	£	£
FIXED ASSETS			
Investments	-	11,158,169	11,158,169
Concessionary Loan	-	155,572	155,572
Total Fixed Assets	-	11,313,741	11,313,741
CURRENT ASSETS			
Debtors	-	39,199	39,199
Cash at Bank and in Hand	-	382,617	382,617
	-	421,816	421,816
CREDITORS			
Amounts falling due within one year	-	(88,315)	(88,315)
NET CURRENT ASSETS	-	333,501	333,501
TOTAL ASSETS LESS CURRENT LIABILITIES	-	11,647,242	11,647,242

MRS E.M. BATES TRUST
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)
FOR THE YEAR ENDED 31st AUGUST 2025

14. RELATED PARTY DISCLOSURES

The Moravian Church and one of its congregations are the only beneficiaries of the Mrs E. M. Bates Charitable Trust and grants paid to the Church and its congregations are analysed in Note 5.

15. CHARITABLE FUNDS

As required by the Charities (Total Return) Regulations 2013, the investments of the Endowment Fund and Unallocated Total Return are managed as a single portfolio and therefore it is not possible to allocate the revaluation reserve between these components of the Total Endowment Funds.

The endowment funds of the Trust included unrealised investment revaluation gains as follows

	2025	2024
	£	£
Unrealised Gains B/fwd	1,246,456	780,196
Net Unrealised Gains and Losses in the Year	468,973	373,872
Transfer of Brought Forward Unrealised Gains on Investments which were released on Disposal of Investment	(181,172)	92,388
	1,534,257	1,246,456

MRS EM BATES TRUST

England & Wales - Charity number 1082306

Accounts

REGISTERED CHARITY NUMBER: 1082306

Report of the Trustees and

Financial Statements for the Year Ended 31 August 2024

for

MRS E.M. BATES TRUST

Knox Cropper LLP
Chartered Accountants and Statutory Auditors
65 Leadenhall Street
London
EC3A 2AD

MRS E.M. BATES TRUST

Contents of the Financial Statements
for the Year Ended 31 August 2024

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Reference and Administrative Details for the Year Ended 31 August 2024

TRUSTEES	Mr R Coy Rt Rev S Groves Chairman Mrs J Seaton Mr G Seaton Ms Z Taylor Mr J Hancock
PRINCIPAL ADDRESS	5 Muswell Hill London N10 3TJ
REGISTERED CHARITY NUMBER	1082306
INDEPENDENT AUDITORS	Knox Cropper LLP Chartered Accountants and Statutory Auditors 65 Leadenhall Street London EC3A 2AD
INVESTMENT MANAGERS	Brewin Dolphin 12 Smithfield Street London EC1A 9LA
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling ME19 4JQ
CLERK TO THE TRUSTEES	Ms. L Newens

Report of the Trustees
for the Year Ended 31 August 2024

The trustees present their report with the financial statements of the charity for the year ended 31 August 2024. 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

Mrs Bates' original gifts were quite specific as to how the income for the two Trusts was to be apportioned and applied for the benefit of the Moravian Church and these original objects are reflected in the new scheme, namely:

1) "to pay a yearly sum of £500 to Gracehill Church, Ballymena, County Antrim".

2) "to advance the religious and other charitable purposes of the Moravian Church in the British Province; including the provision of choir houses and the advancement of education for children of ministers and missionaries of the Moravian Church".

3) "to advance the religious and other charitable purposes of the Moravian Church in any part of the world".

As noted in the Financial Review below, the Trust will change to the Total Return approach to investment from 1 September 2024. As a result of this change, the Trust's Investment Policy has been changed, and a Reserves & Grant Making Policy has been adopted. There has been no other change to the policies adopted in furthering the objectives of the Trust during the period.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date. The Trust holds investments in order to generate investment income which is distributed to the beneficiaries' net of any costs incurred.

PUBLIC BENEFIT

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the Charity and in particular they have considered how planned activities further the charity's objects.

The sole beneficiary of the Mrs E. M. Bates Trust is the Moravian Church and its congregations. The Moravian Church in turn provides public benefit by promoting the Christian faith and the spiritual well-being of its members. It currently has a following within the United Kingdom of approximately 1200 members.

FINANCIAL REVIEW

The Trust's work is entirely reliant on income and investment returns from its endowments. In November 2023 after taking the advice of their Investment Managers the Trustees took advantage of the Charities (Total Return) Regulations 2013 (The Regulations) to vary the requirements of the 2000 Trust Deed and adopt the Total Return approach to investment from 1 September 2024.

This change has not impacted the results or reporting for the year ended 31 August 2024. However, in August 2024, the Trustees, in consultation with their Investment Managers, reduced the cash balance held with CAF Bank.

Financial position

The beneficiaries and trustees agree that the needs of the beneficiaries are currently best served by income from a mixed portfolio of investments. In the current year this policy generated total income of £474,460 (2023: £413,527) which allowed the Trust to donate £416,704 (2023: £360,770) to its beneficiaries. At the year end the total net assets of the Trust stood at £11,647,242 (2023: £11,203,454).

FINANCIAL REVIEW

Investment policy

The Trust has a mixed portfolio of Stock Exchange investments and shares in the Charities Property Fund. The Charity Commission scheme affords the Trustees flexibility in relation to the investment of the trust funds. They have the power to delegate investment management and may allow investments to be held in the nominee names of investment managers. These powers have been exercised, discretion to manage the quoted securities has been given to the stockbrokers on the basis of guidelines given to them by the Trustees and their nominee company holds the Trust's investments.

The Trustees have resolved that their policy should be "to obtain a satisfactory total return comprising income and capital growth against a background of medium to low risk". Furthermore, the investment managers have been instructed to use ethical principles to manage the funds of the Trust and have been provided with clear guidance on how this is to be applied by avoiding holdings in companies whose main activities are in the manufacture or supply of armaments, tobacco, breweries and gambling.

Reserves policy

The Trust requires that the whole net incoming resources for the year to be paid to the beneficiaries, whilst capital appreciation is to be retained to supplement the Trust Funds. The Trustees have hitherto sought to balance the interests of present and future beneficiaries through their investment policy, by balancing income and capital growth. This approach has severe limitations and the Trustees have made the necessary resolutions to create the powers to adopt a total return approach although in the light of market conditions they have decided for the time being not to adopt that approach but are keeping it under review.

Reserves held at the year-end consist entirely of the permanent endowment funds and amount to £11,647,242 (2023: £11,203,454) at that date. Reserves are held in the form of investments which are used to generate investment income for the Trust's direct beneficiaries. Reserves are not held to cover operating expenditure since the majority of expenditure is the grant of net income to the beneficiaries. The COVID-19 pandemic, together with the war in Ukraine and various economic factors has continued to impact on the income generated by the Charity's investment portfolio and, therefore, the amount available for distribution to its beneficiaries but will not affect its ability to remain a going concern for the foreseeable future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Mrs. E. M. Bates Trust was formed on the 26 June 2000, under a Scheme made by the Charity Commissioners, by the merger of two charitable trusts: Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren, known as the Moravian Church, under deed dated 11 February 1813 (Charity number 234212) and Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren or Moravians under deed dated 25 July 1815 (Charity number 234214). The two separate funds were amalgamated from this date and the charities administered as one charity known as Mrs. E. M. Bates Trust (Charity number 1082306).

Trustees

The names of the Trustees that served during the period and up to the date of this report are shown on page 1. There were five co-opted trustees and one ex-officio trustee during the course of the year. The co-opted trustees are usually appointed upon the advice of the Provincial Elders Council (PEC) of the Moravian Church, while the ex-officio trustee is the minister of Gracehill Church.

When a vacancy occurs on the Board, the PEC of the Moravian Church is usually invited to approach people with the essential skills and recommend them to the Trustees for their consideration. Having considered the CV's of prospective candidates, one individual is invited by the Trustees to attend a Board meeting as an observer. If the Board feel that the candidate is suitable, and the candidate feels similarly, he/she is invited to the next meeting and to be elected to the Board. New Trustees are given a 'red book' which contains all the background details/information on the Trust including the latest accounts, trustee responsibilities and governance arrangements in place.

Management

The Trustees meet twice a year. The Trustees are advised by the professional advisers listed under legal and administrative details. The Trust has no employees.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees have reviewed the major strategic, business and operational risks which the charity faces and confirm that systems have been established to mitigate those risks. Arrangements have been made for regular reports to be produced so that the Trustees can ensure that appropriate safeguards remain in place.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are 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.

AUDITORS

Knox Cropper LLP have indicated their willingness to continue in office and a resolution to reappoint them as the Trust's auditor and confirm their reappointment following their change of status to Knox Cropper LLP will be put to the Board of Trustees at the forthcoming meeting.

Approved by order of the board of trustees on 19 November 2024 and signed on its behalf by:



Rt Rev S Groves - Trustee

Opinion

We have audited the financial statements of Mrs E.M. Bates Trust (the 'charity') for the year ended 31 August 2024 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees
As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Charity and determined that the most significant are the Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).
- We understood how the Charity is complying with those frameworks via communication with those charged with governance, together with the review of the Charity's documented policies and procedures.
- We assessed the susceptibility of the Charity's financial statements to material misstatement, including how fraud might occur by considering the key risks impacting the financial statements. These included risks associated with Revenue Recognition and Management override of Controls, which were discussed and agreed by the audit team
- Our approach included agreeing the charity's recognition of income to underlying support, the review of journal entries processed in the accounting records and the investigation of significant and unusual transactions identified from our review of the accounting records.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the directors with respect to the application of the documented policies and procedures and review of the financial statements to ensure compliance with the reporting requirements of the Charity.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Knox Cropper LLP
Chartered Accountants and Statutory Auditors
65 Leadenhall Street
London
EC3A 2AD

19 November 2024

MRS E.M. BATES TRUST

Statement of Financial Activities
for the Year Ended 31 August 2024

	Notes	Unrestricted fund £	Endowment funds £	**2024 Total funds £**	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment income	2	**474,460**	-	**474,460**	413,527
EXPENDITURE ON					
Raising funds	3	**38,383**	-	**38,383**	35,020
Charitable activities	4				
Grants payable		**436,077**	-	**436,077**	378,507
Total		**474,460**	-	**474,460**	413,527
Net gains/(losses) on investments	9	-	**443,788**	**443,788**	(918,753)
NET INCOME/(EXPENDITURE)		-	**443,788**	**443,788**	(918,753)
RECONCILIATION OF FUNDS	15				
Total funds brought forward		-	**11,203,454**	**11,203,454**	12,122,207
TOTAL FUNDS CARRIED FORWARD		-	**11,647,242**	**11,647,242**	11,203,454

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

MRS E.M. BATES TRUST

Balance Sheet
31 August 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Investments			
Investments	9	**11,158,169**	10,568,872
Concessionary Loan	10	**155,572**	207,776
		11,313,741	10,776,648
CURRENT ASSETS			
Debtors	11	**39,199**	82,832
Cash in hand	12	**382,617**	441,026
		421,816	523,858
CREDITORS			
Amounts falling due within one year	13	**(88,315)**	(97,052)
NET CURRENT ASSETS		**333,501**	426,806
TOTAL ASSETS LESS CURRENT LIABILITIES		**11,647,242**	11,203,454
NET ASSETS		**11,647,242**	11,203,454
FUNDS	15		
Endowment funds:			
Capital Account		**10,400,786**	10,423,258
Investment Revaluation Account		**1,246,456**	780,196
		11,647,242	11,203,454
TOTAL FUNDS		**11,647,242**	11,203,454

The financial statements were approved by the Board of Trustees and authorised for issue on 19 November 2024 and were signed on its behalf by:

Sarah Groves

Rt Rev S Groves - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The presentational currency of the financial statements is Pound Sterling (£).

Going concern
The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Until 31 August 2024 the Charity held its investment portfolio as an endowment fund and expended the income generated as grants to its beneficiaries within the Moravian Church. From 1 September 2024, the Charity will use the total return approach to investment and allocate the total return from the portfolio in accordance with its Policies, which state
The Trustees have explicitly decided to preserve the endowment of the Trust, and do not seek to make any allocation to income that will adversely impact the endowment or fail to respect the intentions of its donor.' (Investment Policy 13 May 2024)
The Trustees seek to prioritise equally two objectives,

1. To maintain the annual grant of £500 to Gracehill Church, Ballymena, in County Antrim.
   To set and maintain a level of annual grants to the British Province of the Moravian Church (the Church) which as far as possible is predictable and sustainable, and maintains their purchasing power.
2. Not to compromise the ability of the permanent endowment to generate future returns which support and sustain the Trust's level of grant making in the medium and long term. (Reserves and Grant Making Policy 13 May 2024)

The Charity holds its investment portfolio as an endowment fund and expends the income generated as grants to its beneficiaries within the Moravian Church. Its structure means that administration costs are minimal.

Financial reporting standard 102 - reduced disclosure exemptions
The charity 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.

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.

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

continued...

1. ACCOUNTING POLICIES - continued

Fund accounting
Permanent Endowment Funds are funds given to the Trust to be held as capital, without power to convert capital to income, and represent the initial gifts and subsequent increases and decreases in the value of the capital. Realised gains and losses on quoted investments are taken to the Capital Account. Any excess of the market value of investment assets over the original cost is taken to the Revaluation Account whereas, if the market value of investments falls below original cost, the deficit is written off the capital account.

Unrestricted Funds represent income that may be applied by the Trustees in pursuance of the charitable objects of the Trust.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date.

Fixed asset investments
Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Fixed asset investments
All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the statement of financial activities. The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within certain sectors or sub sectors.

The charity has extended a concessionary loan to its primary beneficiary. This is initially recognised and measured at the amount paid with the carrying amount adjusted in subsequent years to reflect repayments, any impairments and accrued interest.

2. INVESTMENT INCOME

	2024	2023
	£	£
Income from listed investments	**463,797**	406,382
Deposit account interest	**6,984**	2,310
Concessionary Loan Interest	**3,679**	4,835
	474,460	413,527

3. RAISING FUNDS

Investment management costs

	2024	2023
	£	£
Investment brokers charges	**38,383**	35,020

continued...

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5)	Support costs (see note 6)	Totals
	£	£	£
Grants payable	**416,704**	**19,373**	**436,077**

5. GRANTS PAYABLE

	2024	2023
	£	£
Grants payable	**416,704**	360,770

The total grants paid to institutions during the year was as follows:

	2024	2023
	£	£
British Province of the Moravian Church	**416,204**	360,270
Gracehill Church and its dependencies	**500**	500
	416,704	360,770

Charitable activities comprise of grants payable to beneficiaries in accordance with the terms of Mrs Bates' endowment, and hence the objects of the charity.

6. SUPPORT COSTS

	Governance costs
	£
Grants payable	**19,373**

Support costs, included in the above, are as follows:

	2024 Grants payable	2023 Total activities
	£	£
Trustees' remuneration and expenses	**978**	**370**
Pensions	**6,642**	**6,387**
Auditors' remuneration	**6,120**	**5,280**
Trustees' Indemnity Insurance	**505**	**600**
Accountancy and legal fees	**5,068**	**5,040**
Bank charges	**60**	**60**
	19,373	**17,737**

7. TRUSTEES' REMUNERATION AND BENEFITS

The key management personnel of the Trust are those persons having authority and responsibility for planning, directing and controlling its activities, directly or indirectly, including any trustee of the Trust. The Trustees consider that key management personnel consist solely of the Trustees and no trustee received any remuneration during the year (2023: £nil).

Trustees' expenses

Three Trustees (2023: three) were reimbursed their travel expenses of £978 in aggregate (2023: £300) in connection with Trustees meetings. The Trust has no employees.

continued...

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	413,527	-	413,527
EXPENDITURE ON			
Raising funds	35,020	-	35,020
Charitable activities			
Grants payable	378,507	-	378,507
Total	413,527	-	413,527
Net gains/(losses) on investments	-	(918,753)	(918,753)
NET INCOME/(EXPENDITURE)	-	(918,753)	(918,753)
RECONCILIATION OF FUNDS			
Total funds brought forward	-	12,122,207	12,122,207
TOTAL FUNDS CARRIED FORWARD	-	11,203,454	11,203,454

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 September 2023	**10,568,872**
Additions	**1,692,872**
Disposals	**(1,547,363)**
Revaluations	**443,788**
At 31 August 2024	**11,158,169**
NET BOOK VALUE	
At 31 August 2024	**11,158,169**
At 31 August 2023	10,568,872

There were no investment assets outside the UK.

continued...

9. FIXED ASSET INVESTMENTS - continued

Analysis of quoted investments by asset class

	2024 £	2023 £
Other Fixed Interest Stocks	**3,601,924**	2,419,191
Equities	**3,793,596**	4,163,577
The Charities Property Fund	**3,762,649**	3,986,104
Total Market Value	**11,158,169**	10,568,872

The following investments individually represent 5% or more of the total holding of the Trust:

		Number of units/ nominal value No.	Market Value 31 August 2024 £
The Charities Property Fund	Common inv fund	3,192,202	3,762,649

Historical Cost	2024 £	2023 £
At the end of the year	**9,911,713**	9,788,675

The above quoted investments are dealt with on a recognised stock exchange.

continued...

10. CONCESSIONARY LOAN

	2024 £	2023 £
Balance at the beginning of the year	**207,776**	258,824
Repayments during the year	**(55,880)**	(55,883)
Interest receivable for year	**3,676**	4,835
Balance at the end of the year	**155,572**	207,776

	2024 £	2023 £
Repayable within 12 months	**55,882**	55,882
Repayable outside 12 months	**99,688**	151,894
	155,570	207,776

During the year ended 31 August 2017, a loan of £500,000 was extended to The Moravian Union, the asset holding body of the Moravian Church. The loan was to provide investment funding to The Moravian Union which is undertaking a major fixed asset properties repair programme. The loan was to be repaid over a period of 10 years and was secured against 49 Creighton Avenue. On 4 October 2022 that property was sold by the Moravian Union and the loan was repaid. The Moravian Union purchased a new property, 5 Winkley Court, against which a new loan of £250,000 has been secured on the same terms. Interest is charged at a concessionary rate of 2% above Barclay's bank base rate provided The Moravian Union fulfils the terms of the loan agreement. The loan is considered to be a concessionary loan.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2024 £
Prepayments	**398**	880
Accrued income - Charities Property Fund	**32,789**	36,191
Accrued Income - Other Investments	**6,012**	45,761
	39,199	82,832

continued...

12. CASH IN HAND

	2024 Total funds £	2023 Total funds £
On deposit account	**258,480**	216,579
On current account	**1,000**	1,000
Cash held by Investment Manager	**123,137**	223,447
Total	**382,617**	441,026

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Bank charges	**-**	-
Professional charges accrued	**12,111**	16,782
Moravian Union	**76,204**	80,270
	88,315	97,052

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Endowment funds £	2024 Total funds £	2023 Total funds £
Investments	**-**	**11,313,741**	**11,313,741**	10,776,648
Current assets	**-**	**421,816**	**421,816**	523,858
Current liabilities	**-**	**(88,315)**	**(88,315)**	(97,052)
	-	**11,647,242**	**11,647,242**	11,203,454

15. MOVEMENT IN FUNDS

	At 1.9.23 £	Net movement in funds £	Transfers between funds £	At 31.8.24 £
Endowment funds				
Capital Account	**10,423,258**	**-**	**(22,472)**	**10,400,786**
Investment Revaluation Account	**780,196**	**443,788**	**22,472**	**1,246,456**
	11,203,454	**443,788**	**-**	**11,647,242**
TOTAL FUNDS	**11,203,454**	**443,788**	**-**	**11,647,242**

continued...

15. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	**474,460**	**(474,460)**	-	-
Endowment funds				
Investment Revaluation Account	-	-	**443,788**	**443,788**
TOTAL FUNDS	**474,460**	**(474,460)**	**443,788**	**443,788**

Comparatives for movement in funds

	At 1.9.22 £	Net movement in funds £	Transfers between funds £	At 31.8.23 £
Endowment funds				
Capital Account	10,277,364	-	145,894	10,423,258
Investment Revaluation Account	1,844,843	(918,753)	(145,894)	780,196
	12,122,207	(918,753)	-	11,203,454
TOTAL FUNDS	12,122,207	(918,753)	-	11,203,454

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	413,527	(413,527)	-	-
Endowment funds				
Investment Revaluation Account	-	-	(918,753)	(918,753)
TOTAL FUNDS	413,527	(413,527)	(918,753)	(918,753)

Transfers between funds

Transfers to/(from) the Investment Revaluation Endowment Fund to/(from) the Capital Account Endowment Fund relate to brought forward unrealised gains/losses on investments which are released on disposal of investments.

continued...

16. RELATED PARTY DISCLOSURES

The Moravian Church and one of its congregations are the only beneficiaries of the Mrs E. M. Bates Charitable Trust and grants paid to the Church and its congregation are analysed in Note 5.

MRS EM BATES TRUST

England & Wales - Charity number 1082306

Accounts

REGISTERED CHARITY NUMBER: 1082306

Report of the Trustees and

Financial Statements for the Year Ended 31 August 2023

for

MRS E.M. BATES TRUST

Knox Cropper LLP
Chartered Accountants and Statutory Auditors
65 Leadenhall Street
London
EC3A 2AD

MRS E.M. BATES TRUST

Contents of the Financial Statements
for the Year Ended 31 August 2023

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Reference and Administrative Details for the Year Ended 31 August 2023

TRUSTEES	Mr R Coy Rt Rev S Groves Chairman Mrs J Seaton Mr G Seaton Ms Z Taylor Mr J Hancock
PRINCIPAL ADDRESS	5 Muswell Hill London N10 3TJ
REGISTERED CHARITY NUMBER	1082306
INDEPENDENT AUDITORS	Knox Cropper LLP Chartered Accountants and Statutory Auditors 65 Leadenhall Street London EC3A 2AD
INVESTMENT MANAGERS	Brewin Dolphin 12 Smithfield Street London EC1A 9LA
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling ME19 4JQ
CLERK TO THE TRUSTEES	Ms. L Newens

The trustees present their report with the financial statements of the charity for the year ended 31 August 2023. 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

Mrs Bates' original gifts were quite specific as to how the income for the two Trusts was to be apportioned and applied for the benefit of the Moravian Church and these original objects are reflected in the new scheme, namely:

1) "to pay a yearly sum of £500 to Gracehill Church, Ballymena, County Antrim".

2) "to advance the religious and other charitable purposes of the Moravian Church in the British Province; including the provision of choir houses and the advancement of education for children of ministers and missionaries of the Moravian Church".

3) "to advance the religious and other charitable purposes of the Moravian Church in any part of the world".

There has been no change to the policies adopted in furthering the objectives of the Trust during the period.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date. The Trust holds investments in order to generate investment income which is distributed to the beneficiaries net of any costs incurred.

PUBLIC BENEFIT

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the Charity and in particular they have considered how planned activities further the charity's objects.

The sole beneficiary of the Mrs E. M. Bates Trust is the Moravian Church and its congregations. The Moravian Church in turn provides public benefit by promoting the Christian faith and the spiritual well being of its members. It currently has a following within the United Kingdom of approximately 1200 members.

FINANCIAL REVIEW

Financial position

The beneficiaries and trustees agree that the needs of the beneficiaries are currently best served by income from a mixed portfolio of investments. In the current year this policy generated total income of £413,527 (2022: £388,586) which allowed the Trust to donate £378,507 (2022: £334,455) to its beneficiaries. At the year end the total net assets of the Trust stood at £11,203,454 (2022: £12,122,207).

FINANCIAL REVIEW

Investment policy

The Trust has a mixed portfolio of Stock Exchange investments and shares in the Charities Property Fund. The Charity Commission scheme affords the Trustees flexibility in relation to the investment of the trust funds. They have the power to delegate investment management and may allow investments to be held in the nominee names of investment managers. These powers have been exercised, discretion to manage the quoted securities has been given to the stockbrokers on the basis of guidelines given to them by the Trustees and their nominee company holds the Trust's investments.

The Trustees have resolved that their policy should be "to obtain a satisfactory total return comprising income and capital growth against a background of medium to low risk". Furthermore, the investment managers have been instructed to use ethical principles to manage the funds of the Trust and have been provided with clear guidance on how this is to be applied by avoiding holdings in companies whose main activities are in the manufacture or supply of armaments, tobacco, breweries and gambling.

Reserves policy

The Trust requires that the whole net incoming resources for the year to be paid to the beneficiaries, whilst capital appreciation is to be retained to supplement the Trust Funds. The Trustees have hitherto sought to balance the interests of present and future beneficiaries through their investment policy, by balancing income and capital growth. This approach has severe limitations and the Trustees have made the necessary resolutions to create the powers to adopt a total return approach although in the light of market conditions they have decided for the time being not to adopt that approach but are keeping it under review.

Reserves held at the year end consist entirely of the permanent endowment funds and amount to £11,203,454 (2022: £12,122,207) at that date. Reserves are held in the form of investments which are used to generate investment income for the Trust's direct beneficiaries. Reserves are not held to cover operating expenditure since the majority of expenditure is the grant of net income to the beneficiaries. The COVID-19 pandemic, together with the war in Ukraine and various economic factors has continued to impact on the income generated by the Charity's investment portfolio and, therefore, the amount available for distribution to its beneficiaries but will not affect its ability to remain a going concern for the foreseeable future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Mrs. E. M. Bates Trust was formed on the 26 June 2000, under a Scheme made by the Charity Commissioners, by the merger of two charitable trusts: Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren, known as the Moravian Church, under deed dated 11 February 1813 (Charity number 234212) and Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren or Moravians under deed dated 25 July 1815 (Charity number 234214). The two separate funds were amalgamated from this date and the charities administered as one charity known as Mrs. E. M. Bates Trust (Charity number 1082306).

Trustees

The names of the Trustees that served during the period and up to the date of this report are shown on page 1. There were five co-opted trustees and one ex-officio trustee during the course of the year. The co-opted trustees are usually appointed upon the advice of the Provincial Elders Council (PEC) of the Moravian Church, while the ex-officio trustee is the minister of Gracehill Church.

When a vacancy occurs on the Board, the PEC of the Moravian Church is usually invited to approach people with the essential skills and recommend them to the Trustees for their consideration. Having considered the CV's of prospective candidates, one individual is invited by the Trustees to attend a Board meeting as an observer. If the Board feel that the candidate is suitable, and the candidate feels similarly, he/she is invited to the next meeting and to be elected to the Board. New Trustees are given a 'red book' which contains all the background details/information on the Trust including the latest accounts, trustee responsibilities and governance arrangements in place.

Management

The Trustees meet twice a year. The Trustees are advised by the professional advisers listed under legal and administrative details. The Trust has no employees.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees have reviewed the major strategic, business and operational risks which the charity faces and confirm that systems have been established to mitigate those risks. Arrangements have been made for regular reports to be produced so that the Trustees can ensure that appropriate safeguards remain in place.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are 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.

AUDITORS

Knox Cropper LLP have indicated their willingness to continue in office and a resolution to reappoint them as the Trust's auditor and confirm their reappointment following their change of status to Knox Cropper LLP will be put to the Board of Trustees at the forthcoming meeting.

Approved by order of the board of trustees on 28 November 2023 and signed on its behalf by:

Sarah Groves

Rt Rev S Groves - Trustee

Opinion

We have audited the financial statements of Mrs E.M. Bates Trust (the 'charity') for the year ended 31 August 2023 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees
As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Charity and determined that the most significant are the Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).
- We understood how the Charity is complying with those frameworks via communication with those charged with governance, together with the review of the Charity's documented policies and procedures.
- We assessed the susceptibility of the Charity's financial statements to material misstatement, including how fraud might occur by considering the key risks impacting the financial statements. These included risks associated with Revenue Recognition and Management override of Controls, which were discussed and agreed by the audit team
- Our approach included agreeing the charity's recognition of income to underlying support, the review of journal entries processed in the accounting records and the investigation of significant and unusual transactions identified from our review of the accounting records.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the directors with respect to the application of the documented policies and procedures and review of the financial statements to ensure compliance with the reporting requirements of the Charity.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Knox Cropper LLP

Knox Cropper LLP
Chartered Accountants and Statutory Auditors
65 Leadenhall Street
London
EC3A 2AD

28 November 2023

MRS E.M. BATES TRUST

Statement of Financial Activities
for the Year Ended 31 August 2023

	Notes	Unrestricted fund £	Endowment funds £	**2023 Total funds £**	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment income	2	**413,527**	**-**	**413,527**	388,586
EXPENDITURE ON					
Raising funds	3	**35,020**	**-**	**35,020**	37,883
Charitable activities	4				
Grants payable		**378,507**	**-**	**378,507**	350,703
Total		**413,527**	**-**	**413,527**	388,586
Net gains/(losses) on investments		**-**	**(918,753)**	**(918,753)**	(141,859)
NET INCOME/(EXPENDITURE)		**-**	**(918,753)**	**(918,753)**	(141,859)
RECONCILIATION OF FUNDS					
Total funds brought forward		**-**	**12,122,207**	**12,122,207**	12,264,066
TOTAL FUNDS CARRIED FORWARD		**-**	**11,203,454**	**11,203,454**	12,122,207

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

MRS E.M. BATES TRUST

Balance Sheet
31 August 2023

	Notes	2023 £	2022 £
FIXED ASSETS			
Investments			
Investments	9	**10,568,872**	11,408,638
Concessionary Loan	10	**207,776**	258,824
		10,776,648	11,667,462
CURRENT ASSETS			
Debtors	11	**82,832**	63,499
Cash in hand	12	**441,026**	464,027
		523,858	527,526
CREDITORS			
Amounts falling due within one year	13	**(97,052)**	(72,781)
NET CURRENT ASSETS		**426,806**	454,745
TOTAL ASSETS LESS CURRENT LIABILITIES		**11,203,454**	12,122,207
NET ASSETS		**11,203,454**	12,122,207
FUNDS	15		
Endowment funds:			
Capital Account		**10,423,258**	10,277,364
Investment Revaluation Account		**780,196**	1,844,843
		11,203,454	12,122,207
TOTAL FUNDS		**11,203,454**	12,122,207

The financial statements were approved by the Board of Trustees and authorised for issue on 28 November 2023 and were signed on its behalf by:

Sarah Groves

Rt Rev S Groves - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The presentational currency of the financial statements is Pound Sterling (£).

Going concern
The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. The Charity holds its investment portfolio as an endowment fund and expends the income generated as grants to its beneficiaries within the Moravian Church. Its structure means that administration costs are minimal.

Financial reporting standard 102 - reduced disclosure exemptions
The charity 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.

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.

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.

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

Fund accounting
Permanent Endowment Funds are funds given to the Trust to be held as capital, without power to convert capital to income, and represent the initial gifts and subsequent increases and decreases in the value of the capital. Realised gains and losses on quoted investments are taken to the Capital Account. Any excess of the market value of investment assets over the original cost is taken to the Revaluation Account whereas, if the market value of investments falls below original cost, the deficit is written off the capital account.

Unrestricted Funds represent income that may be applied by the Trustees in pursuance of the charitable objects of the Trust.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date.

Fixed asset investments
Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

continued...

1. ACCOUNTING POLICIES - continued

Fixed asset investments
All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the statement of financial activities. The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within certain sectors or sub sectors.

The charity has extended a concessionary loan to its primary beneficiary. This is initially recognised and measured at the amount paid with the carrying amount adjusted in subsequent years to reflect repayments, any impairments and accrued interest.

2. INVESTMENT INCOME

	2023	2022
	£	£
Income from listed investments	**406,382**	382,403
Deposit account interest	**2,310**	179
Concessionary Loan Interest	**4,835**	6,004
	413,527	388,586

3. RAISING FUNDS

Investment management costs

	2023	2022
	£	£
Investment brokers charges	**35,020**	37,883

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5)	Support costs (see note 6)	Totals
	£	£	£
Grants payable	**360,770**	**17,737**	**378,507**

continued...

5. GRANTS PAYABLE

	2023	2022
	£	£
Grants payable	**360,770**	334,455

The total grants paid to institutions during the year was as follows:

	2023	2022
	£	£
British Province of the Moravian Church	**360,270**	333,955
Gracehill Church and its dependencies	**500**	500
	360,770	334,455

Charitable activities comprise of grants payable to beneficiaries in accordance with the terms of Mrs Bates' endowment, and hence the objects of the charity.

6. SUPPORT COSTS

	Governance costs
	£
Grants payable	**17,737**

Support costs, included in the above, are as follows:

	2023 Grants payable	2022 Total activities
	£	£
Trustees' remuneration and expenses	**370**	**300**
Pensions	**6,387**	**4,876**
Auditors' remuneration	**5,280**	**5,280**
Trustees' Indemnity Insurance	**600**	**631**
Accountancy and legal fees	**5,040**	**5,040**
Bank charges	**60**	**121**
	17,737	**16,248**

7. TRUSTEES' REMUNERATION AND BENEFITS

The key management personnel of the Trust are those persons having authority and responsibility for planning, directing and controlling its activities, directly or indirectly, including any trustee of the Trust. The Trustees consider that key management personnel consist solely of the Trustees and no trustee received any remuneration during the year (2022: £nil).

Trustees' expenses

	2023	2022
	£	£
Trustees' expenses	**370**	300

Three Trustees (2022: three) were reimbursed their travel expenses in connection with Trustees meetings. The Trust has no employees.

continued...

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	388,586	-	388,586
EXPENDITURE ON			
Raising funds	37,883	-	37,883
Charitable activities			
Grants payable	350,703	-	350,703
Total	388,586	-	388,586
Net gains/(losses) on investments	-	(141,859)	(141,859)
NET INCOME/(EXPENDITURE)	-	(141,859)	(141,859)
RECONCILIATION OF FUNDS			
Total funds brought forward	-	12,264,066	12,264,066
TOTAL FUNDS CARRIED FORWARD	-	12,122,207	12,122,207

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 September 2022	**11,408,638**
Additions	**1,008,799**
Disposals	**(929,812)**
Revaluations	**(918,753)**
At 31 August 2023	**10,568,872**
NET BOOK VALUE	
At 31 August 2023	**10,568,872**
At 31 August 2022	11,408,638

There were no investment assets outside the UK.

continued...

9. FIXED ASSET INVESTMENTS - continued

Analysis of quoted investments by asset class

	2023 £	2022 £
Other Fixed Interest Stocks	**2,419,191**	966,836
Equities	**4,163,577**	5,670,098
The Charities Property Fund	**3,986,104**	4,771,704
Total Market Value	**10,568,872**	11,408,638

The following investments individually represent 5% or more of the total holding of the Trust:

		Number of units/ nominal value No.	Market Value 31 August 2023 £
The Charities Property Fund	Common inv fund	3,192,202	3,986,104

Cost or valuation at 31 August 2023 is represented by:

	Listed investments £
Valuation in 2022	**11,408,638**
Valuation in 2023	**(839,766)**
	10,568,872

Historical Cost	2023 £	2022 £
At the end of the year	**9,788,675**	9,563,794

The above quoted investments are dealt with on a recognised stock exchange.

continued...

10. CONCESSIONARY LOAN

	2023 £	2022 £
Balance at the beginning of the year	**258,824**	308,702
Repayments during the year	**(55,883)**	(55,882)
Interest receivable for year	**4,835**	6,004
Balance at the end of the year	**207,776**	258,824

	2023 £	2022 £
Repayable within 12 months	**55,882**	55,229
Repayable outside 12 months	**151,894**	203,595
	207,776	258,824

During the year ended 31 August 2017, a loan of £500,000 was extended to The Moravian Union, the asset holding body of the Moravian Church. The loan was to provide investment funding to The Moravian Union which is undertaking a major fixed asset properties repair programme. The loan was to be repaid over a period of 10 years and was secured against 49 Creighton Avenue. On 4 October 2022 that property was sold by the Moravian Union and the loan was repaid. The Moravian Union intends to purchase a new property against which a new loan of £250,000 will be secured on the same terms.. Interest on the original loan was charged at 4% above Barclay's Bank base rate but was reduced to a concessionary rate of 2% above Barclay's bank base rate provided The Moravian Union fulfilled the terms of the loan agreement. The loan was considered to be a concessionary loan.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Prepayments	**880**	481
Accrued income - Charities Property Fund	**36,191**	29,471
Accrued Income - Other Investments	**45,761**	33,547
	82,832	63,499

continued...

12. CASH IN HAND

	2023 Total funds £	2022 Total funds £
On deposit account	**216,579**	288,132
On current account	**1,000**	1,000
Cash held by Investment Manager	**223,447**	174,895
Total	**441,026**	464,027

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Bank charges	**-**	30
Professional charges accrued	**16,782**	12,628
Moravian Union	**80,270**	60,123
	97,052	72,781

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Endowment funds £	2023 Total funds £	2022 Total funds £
Investments	**-**	**10,776,648**	**10,776,648**	11,667,462
Current assets	**-**	**523,858**	**523,858**	527,526
Current liabilities	**-**	**(97,052)**	**(97,052)**	(72,781)
	-	**11,203,454**	**11,203,454**	12,122,207

15. MOVEMENT IN FUNDS

	At 1.9.22 £	Net movement in funds £	Transfers between funds £	At 31.8.23 £
Endowment funds				
Capital Account	**10,277,364**	**-**	**145,894**	**10,423,258**
Investment Revaluation Account	**1,844,843**	**(918,753)**	**(145,894)**	**780,196**
	12,122,207	**(918,753)**	**-**	**11,203,454**
TOTAL FUNDS	**12,122,207**	**(918,753)**	**-**	**11,203,454**

continued...

15. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	**413,527**	**(413,527)**	-	-
Endowment funds				
Investment Revaluation Account	-	-	**(918,753)**	**(918,753)**
TOTAL FUNDS	**413,527**	**(413,527)**	**(918,753)**	**(918,753)**

Comparatives for movement in funds

	At 1.9.21 £	Net movement in funds £	Transfers between funds £	At 31.8.22 £
Endowment funds				
Capital Account	10,108,177	26,735	142,452	10,277,364
Investment Revaluation Account	2,155,889	(168,594)	(142,452)	1,844,843
	12,264,066	(141,859)	-	12,122,207
TOTAL FUNDS	12,264,066	(141,859)	-	12,122,207

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	388,586	(388,586)	-	-
Endowment funds				
Capital Account	-	-	26,735	26,735
Investment Revaluation Account	-	-	(168,594)	(168,594)
	-	-	(141,859)	(141,859)
TOTAL FUNDS	388,586	(388,586)	(141,859)	(141,859)

Transfers between funds

Transfers from the Investment Revaluation Endowment Fund to the Capital Account Endowment Fund relate to brought forward unrealised gains on investments which are released on disposal of investments.

continued...

16. RELATED PARTY DISCLOSURES

The Moravian Church and one of its congregations are the only beneficiaries of the Mrs E. M. Bates Charitable Trust and grants paid to the Church and its congregation are analysed in Note 5.

MRS EM BATES TRUST

England & Wales - Charity number 1082306

Accounts

REGISTERED CHARITY NUMBER: 1082306

Report of the Trustees and

Financial Statements for the Year Ended 31 August 2022

for

MRS E.M. BATES TRUST

MRS E.M. BATES TRUST

Contents of the Financial Statements for the Year Ended 31 August 2022

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Reference and Administrative Details for the Year Ended 31 August 2022

TRUSTEES	Mr R Coy Rt Rev S Groves Chairman Mrs J Morten (resigned 25.11.21) Mrs J Seaton Mr G Seaton Ms Z Taylor (appointed 24.5.22) Mr J Hancock (appointed 24.5.22)
PRINCIPAL ADDRESS	5 Muswell Hill London N10 3TJ
REGISTERED CHARITY No.	1082306
INDEPENDENT AUDITORS	Knox Cropper LLP Chartered Accountants and Statutory Auditors 65-68 Leadenhall Street London EC3A 2AD
INVESTMENT MANAGERS	Brewin Dolphin 12 Smithfield Street London EC1A 9LA
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling ME19 4JQ
CLERK TO THE TRUSTEES	Ms. L Newens

The trustees present their report with the financial statements of the charity for the year ended 31 August 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

Mrs Bates' original gifts were quite specific as to how the income for the two Trusts was to be apportioned and applied for the benefit of the Moravian Church and these original objects are reflected in the new scheme, namely:

1) "to pay a yearly sum of £500 to Gracehill Church, Ballymena, County Antrim".

2) "to advance the religious and other charitable purposes of the Moravian Church in the British Province; including the provision of choir houses and the advancement of education for children of ministers and missionaries of the Moravian Church".

3) "to advance the religious and other charitable purposes of the Moravian Church in any part of the world".

There has been no change to the policies adopted in furthering the objectives of the Trust during the period.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date. The Trust holds investments in order to generate investment income which is distributed to the beneficiaries net of any costs incurred.

PUBLIC BENEFIT

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the Charity and in particular they have considered how planned activities further the charity's objects.

The sole beneficiary of the Mrs E. M. Bates Trust is the Moravian Church and its congregations. The Moravian Church in turn provides public benefit by promoting the Christian faith and the spiritual well being of its members. It currently has a following within the United Kingdom of approximately 1200 members.

FINANCIAL REVIEW

Financial position

The beneficiaries and trustees agree that the needs of the beneficiaries are currently best served by income from a mixed portfolio of investments. In the current year this policy generated total income of £388,586 (2021: £362,464) which allowed the Trust to donate £334,355 (2021: £315,562) to its beneficiaries. At the year end the total net assets of the Trust stood at £12,122,207 (2021: £12,264,066).

FINANCIAL REVIEW

Investment policy

The Trust has a mixed portfolio of Stock Exchange investments and shares in the Charities Property Fund. The Charity Commission scheme affords the Trustees flexibility in relation to the investment of the trust funds. They have the power to delegate investment management and may allow investments to be held in the nominee names of investment managers. These powers have been exercised, discretion to manage the quoted securities has been given to the stockbrokers on the basis of guidelines given to them by the Trustees and their nominee company holds the Trust's investments.

The Trustees have resolved that their policy should be "to obtain a satisfactory total return comprising income and capital growth against a background of medium to low risk". Furthermore, the investment managers have been instructed to use ethical principles to manage the funds of the Trust and have been provided with clear guidance on how this is to be applied by avoiding holdings in companies whose main activities are in the manufacture or supply of armaments, tobacco, breweries and gambling.

Reserves policy

The Trust requires that the whole net incoming resources for the year to be paid to the beneficiaries, whilst capital appreciation is to be retained to supplement the Trust Funds. The Trustees have hitherto sought to balance the interests of present and future beneficiaries through their investment policy, by balancing income and capital growth. This approach has severe limitations and the Trustees have made the necessary resolutions to create the powers to adopt a total return approach although in the light of market conditions they have decided for the time being not to adopt that approach but are keeping it under review.

Reserves held at the year end consist entirely of the permanent endowment funds and amount to £12,122,207 (2021: £12,264,066) at that date. Reserves are held in the form of investments which are used to generate investment income for the Trust's direct beneficiaries. Reserves are not held to cover operating expenditure since the majority of expenditure is the grant of net income to the beneficiaries. The COVID-19 pandemic, together with the war in Ukraine and various economic factors has continued to impact on the income generated by the Charity's investment portfolio and, therefore, the amount available for distribution to its beneficiaries but will not affect its ability to remain a going concern for the foreseeable future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Mrs. E. M. Bates Trust was formed on the 26 June 2000, under a Scheme made by the Charity Commissioners, by the merger of two charitable trusts: Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren, known as the Moravian Church, under deed dated 11 February 1813 (Charity number 234212) and Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren or Moravians under deed dated 25 July 1815 (Charity number 234214). The two separate funds were amalgamated from this date and the charities administered as one charity known as Mrs. E. M. Bates Trust (Charity number 1082306).

Trustees

The names of the Trustees that served during the period and up to the date of this report are shown on page 1. There were six co-opted trustees and one ex-officio trustee during the course of the year. The co-opted trustees are usually appointed upon the advice of the Provincial Elders Council (PEC) of the Moravian Church, while the ex-officio trustee is the minister of Gracehill Church.

When a vacancy occurs on the Board, the PEC of the Moravian Church is usually invited to approach people with the essential skills and recommend them to the Trustees for their consideration. Having considered the CV's of prospective candidates, one individual is invited by the Trustees to attend a Board meeting as an observer. If the Board feel that the candidate is suitable, and the candidate feels similarly, he/she is invited to the next meeting and to be elected to the Board. New Trustees are given a 'red book' which contains all the background details/information on the Trust including the latest accounts, trustee responsibilities and governance arrangements in place.

Management

The Trustees meet twice a year. The Trustees are advised by the professional advisers listed under legal and administrative details. The Trust has no employees.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees have reviewed the major strategic, business and operational risks which the charity faces and confirm that systems have been established to mitigate those risks. Arrangements have been made for regular reports to be produced so that the Trustees can ensure that appropriate safeguards remain in place.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are 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.

AUDITORS

Knox Cropper LLP have indicated their willingness to continue in office and a resolution to reappoint them as the Trust's auditor and confirm their reappointment following their change of status to Knox Cropper LLP will be put to the Board of Trustees at the forthcoming meeting.

Approved by order of the board of trustees on 29 November 2022 and signed on its behalf by:

Sarah Groves

Rt Rev S Groves - Trustee

Opinion

We have audited the financial statements of Mrs E.M. Bates Trust (the 'charity') for the year ended 31 August 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees
As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- We identified and focused on the laws and regulations applicable to the charity through discussions with management, and from our knowledge and experience of the sector.
- We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by considering the key risks impacting the financial statements. These included risks associated with revenue recognition, application of accounting estimates, management override of controls and the monitoring of beneficiaries.
- Based on our understanding we designed our audit procedure to identify non-compliance with the relevant laws and regulations. These procedures included review of reporting to the Board members with respect to the application of documented policies and procedures and a review of the financial statements to ensure compliance with the Scheme's reporting requirements.
- Our approach was to check that all restricted income was properly identified and separately accounted for and to ensure that only valid and appropriate expenditure was charged to endowment funds. This included reviewing journal adjustments and unusual transactions.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Knox Cropper LLP

Knox Cropper LLP
Chartered Accountants and Statutory Auditors
65-68 Leadenhall Street
London
EC3A 2AD

29 November 2022

MRS E.M. BATES TRUST

Statement of Financial Activities
for the Year Ended 31 August 2022

	Notes	Unrestricted fund £	Endowment funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment income	2	388,586	-	388,586	362,464
EXPENDITURE ON					
Raising funds	3	37,883	-	37,883	34,370
Charitable activities	4				
Grants payable		334,455	-	334,455	315,562
Other		16,248	-	16,248	12,532
Total		388,586	-	388,586	362,464
Net gains/(losses) on investments		-	(141,859)	(141,859)	1,084,447
NET INCOME/(EXPENDITURE)		-	(141,859)	(141,859)	1,084,447
RECONCILIATION OF FUNDS					
Total funds brought forward		-	12,264,066	12,264,066	11,179,619
TOTAL FUNDS CARRIED FORWARD		-	12,122,207	12,122,207	12,264,066

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

MRS E.M. BATES TRUST

Balance Sheet
31 August 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Investments			
Investments	9	**11,408,638**	11,427,075
Concessionary Loan	10	**258,824**	308,702
		11,667,462	11,735,777
CURRENT ASSETS			
Debtors	11	**63,499**	47,246
Cash in hand	12	**464,027**	568,486
		527,526	615,732
CREDITORS			
Amounts falling due within one year	13	**(72,781)**	(86,151)
NET CURRENT ASSETS		**454,745**	529,581
TOTAL ASSETS LESS CURRENT LIABILITIES		**12,122,207**	12,265,358
PROVISIONS FOR LIABILITIES	14	-	(1,292)
NET ASSETS		**12,122,207**	12,264,066
FUNDS	16		
Endowment funds:			
Capital Account		**10,277,364**	10,108,177
Investment Revaluation Account		**1,844,843**	2,155,889
		12,122,207	12,264,066
TOTAL FUNDS		**12,122,207**	12,264,066

The financial statements were approved by the Board of Trustees and authorised for issue on 29 November 2022 and were signed on its behalf by:

Sarah Groves

Rt Rev S Groves - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charity, 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 Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The presentational currency of the financial statements is Pound Sterling (£).

Going concern
The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. In forming this opinion the Trustees have considered the impact of COVID-19, the war in Ukraine and other economic factors on future income streams and anticipated future expenditure for a period of at least 12 months from the date of approval of these financial statements. The Charity holds its investment portfolio as an endowment fund and expends the income generated as grants to its beneficiaries within the Moravian Church. Its structure means that administration costs are minimal.

Financial reporting standard 102 - reduced disclosure exemptions
The charity 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.

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.

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.

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

Fund accounting
Permanent Endowment Funds are funds given to the Trust to be held as capital, without power to convert capital to income, and represent the initial gifts and subsequent increases and decreases in the value of the capital. Realised gains and losses on quoted investments are taken to the Capital Account. Any excess of the market value of investment assets over the original cost is taken to the Revaluation Account whereas, if the market value of investments falls below original cost, the deficit is written off the capital account.

continued...

1. ACCOUNTING POLICIES - continued

Fund accounting
Unrestricted Funds represent income that may be applied by the Trustees in pursuance of the charitable objects of the Trust.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date.

Fixed asset investments
Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the statement of financial activities. The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within certain sectors or sub sectors.

The charity has extended a concessionary loan to its primary beneficiary. This is initially recognised and measured at the amount paid with the carrying amount adjusted in subsequent years to reflect repayments, any impairments and accrued interest.

2. INVESTMENT INCOME

	2022	2021
	£	£
Income from listed investments	**382,403**	355,385
Deposit account interest	**179**	39
Concessionary Loan Interest	**6,004**	7,040
	388,586	362,464

continued...

3. RAISING FUNDS

Investment management costs

	2022	2021
	£	£
Investment brokers charges	**37,883**	34,370

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5)
	£
Grants payable	**334,455**

5. GRANTS PAYABLE

	2022	2021
	£	£
Grants payable	**334,455**	315,562

The total grants paid to institutions during the year was as follows:

	2022	2021
	£	£
British Province of the Moravian Church	**333,955**	315,062
Gracehill Church and its dependencies	**500**	500
	334,455	315,562

Charitable activities comprise of grants payable to beneficiaries in accordance with the terms of Mrs Bates' endowment, and hence the objects of the charity.

6. SUPPORT COSTS

	Governance costs
	£
Other resources expended	**16,248**

continued...

6. SUPPORT COSTS - continued

Support costs, included in the above, are as follows:

	2022 Other resources expended £	2021 Total activities £
Trustees' remuneration and expenses	**300**	-
Pensions	**4,876**	-
Auditors' remuneration	**5,280**	**5,280**
Trustees' Indemnity Insurance	**631**	**601**
Accountancy and legal fees	**5,040**	**6,540**
Bank charges	**121**	**111**
	16,248	**12,532**

7. TRUSTEES' REMUNERATION AND EXPENSES

The key management personnel of the Trust are those persons having authority and responsibility for planning, directing and controlling its activities, directly or indirectly, including any trustee of the Trust. The Trustees consider that key management personnel consist solely of the Trustees and no trustee received any remuneration during the year (2021: £nil).

Trustees' expenses

	2022 £	2021 £
Trustees' expenses	**300**	-

Three Trustees (2021: nil) were reimbursed their travel expenses in connection with Trustees meetings. The Trust has no employees.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	362,464	-	362,464
EXPENDITURE ON			
Raising funds	34,370	-	34,370
Charitable activities			
Grants payable	315,562	-	315,562
Other	12,532	-	12,532
Total	362,464	-	362,464
Net gains on investments	-	1,084,447	1,084,447

continued...

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Endowment funds £	Total funds £
NET INCOME	-	1,084,447	1,084,447
RECONCILIATION OF FUNDS			
Total funds brought forward	-	11,179,619	11,179,619
TOTAL FUNDS CARRIED FORWARD	-	12,264,066	12,264,066

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 September 2021	**11,427,075**
Additions	**1,903,348**
Disposals	**(1,779,926)**
Revaluations	**(141,859)**
At 31 August 2022	**11,408,638**
NET BOOK VALUE	
At 31 August 2022	**11,408,638**
At 31 August 2021	11,427,075

There were no investment assets outside the UK.

	2022 £	2021 £
Analysis of quoted investments by asset class		
Other Fixed Interest Stocks	**966,836**	1,349,863
Equities	**5,670,098**	6,150,586
The Charities Property Fund	**4,771,704**	3,926,626
Total Market Value	**11,408,638**	11,427,075

continued...

9. FIXED ASSET INVESTMENTS - continued

The following investments individually represent 5% or more of the total holding of the Trust:

		Number of units/ nominal value No.	Market Value 31 August 2022 £
The Charities Property Fund	Common inv fund	3,192,202	4,771,704

Cost or valuation at 31 August 2022 is represented by:

	Listed investments £
Valuation in 2022	11,408,638

Historical Cost	**2022 £**	2021 £
At the end of the year	**9,563,794**	9,271,185

The above quoted investments are dealt with on a recognised stock exchange.

10. CONCESSIONARY LOAN

	2022 £	2021 £
Balance at the beginning of the year	**308,702**	357,544
Repayments during the year	**(55,882)**	(55,882)
Interest receivable for year	**6,004**	7,040
Balance at the end of the year	**258,824**	308,702

	2022 £	2021 £
Repayable within 12 months	**55,229**	49,878
Repayable outside 12 months	**203,595**	258,824
	258,824	308,702

During the year ended 31 August 2017, a loan of £500,000 was extended to The Moravian Union, the asset holding body of the Moravian Church. The loan was to provide investment funding to The Moravian Union which is undertaking a major fixed asset properties repair programme. The loan was to be repaid over a period of 10 years and was secured against 49 Creighton Avenue. On 4 October 2022 that property was sold by the Moravian Union and the loan was repaid. The Moravian Union intends to purchase a new property against which a new loan of £250,000 will be secured on the same terms. Interest on the original loan was charged at 4% above Barclay's Bank base rate but was reduced to a concessionary rate of 2% above Barclay's Bank base rate provided The Moravian Union fulfilled the terms of the loan agreement. The loan was considered to be a concessionary loan.

continued...

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Prepayments	481	481
Accrued income - Charities Property Fund	29,471	27,161
Accrued Income - Other Investments	33,547	19,604
	63,499	47,246

12. CASH IN HAND

	2022 Total funds	2021 Total funds
	£	£
On deposit account	288,132	184,320
On current account	1,000	1,000
Cash held by Investment Manager	174,895	383,166
Total	464,027	568,486

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Gracehill Moravian Church	-	500
Bank charges	30	30
Professional charges accrued	12,628	14,511
Moravian Union	60,123	71,110
	72,781	86,151

14. PROVISIONS FOR LIABILITIES

	2022	2021
	£	£
Pension provision	-	1,292

During the year ended 31 August 2008 the trustees committed to make direct pension payments to a former employee of the Trust. The Trust estimated the total value of the unfunded future pension obligation at £74,007. The liability was calculated on the basis of an annual increase based on the Retail Price Index. At 31 August 2022 the annual cost of the pension payment was £6,168 (2021: £6,048) of which £1,292 was charged against the pension provision brought forward and £4,876 was charged in the current year. As the estimated liability for future pension costs is considered immaterial, the actual cost will in future be charged annually.

The movement in the Pension Provision for the period was as follows:

	2022	2021
	£	£
Opening Liability at 1 September 2021	1,292	7,340
Pension costs charged during the year	(1,292)	(6,048)
Closing Liability at 31 August 2022	-	1,292

continued...

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Endowment funds £	2022 Total funds £	2021 Total funds £
Investments	-	**11,667,462**	**11,667,462**	11,735,777
Current assets	-	**527,526**	**527,526**	615,732
Current liabilities	-	**(72,781)**	**(72,781)**	(86,151)
Provision for liabilities	-	-	-	(1,292)
	-	**12,122,207**	**12,122,207**	12,264,066

16. MOVEMENT IN FUNDS

	At 1.9.21 £	Net movement in funds £	Transfers between funds £	At 31.8.22 £
Endowment funds				
Capital Account	**10,108,177**	**26,735**	**142,452**	**10,277,364**
Investment Revaluation Account	**2,155,889**	**(168,594)**	**(142,452)**	**1,844,843**
	12,264,066	**(141,859)**	**-**	**12,122,207**
TOTAL FUNDS	**12,264,066**	**(141,859)**	**-**	**12,122,207**

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	**388,586**	**(388,586)**	-	-
Endowment funds				
Capital Account	-	-	**26,735**	**26,735**
Investment Revaluation Account	-	-	**(168,594)**	**(168,594)**
	-	-	**(141,859)**	**(141,859)**
TOTAL FUNDS	**388,586**	**(388,586)**	**(141,859)**	**(141,859)**

continued...

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Endowment funds				
Capital Account	10,116,258	51,726	(59,807)	10,108,177
Investment Revaluation Account	1,063,361	1,032,721	59,807	2,155,889
	11,179,619	1,084,447	-	12,264,066
TOTAL FUNDS	11,179,619	1,084,447	-	12,264,066

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	362,464	(362,464)	-	-
Endowment funds				
Capital Account	-	-	51,726	51,726
Investment Revaluation Account	-	-	1,032,721	1,032,721
	-	-	1,084,447	1,084,447
TOTAL FUNDS	362,464	(362,464)	1,084,447	1,084,447

Transfers between funds

Transfers from the Investment Revaluation Endowment Fund to the Capital Account Endowment Fund relate to brought forward unrealised gains on investments which are released on disposal of investments.

17. RELATED PARTY DISCLOSURES

The Moravian Church and one of its congregations are the only beneficiaries of the Mrs E. M. Bates Charitable Trust and grants paid to the Church and its congregation are analysed in Note 5.

MRS EM BATES TRUST

England & Wales - Charity number 1082306

Accounts

REGISTERED CHARITY NUMBER: 1082306

Report of the Trustees and

Financial Statements for the Year Ended 31 August 2021

for

MRS E.M. BATES TRUST

MRS E.M. BATES TRUST

Contents of the Financial Statements
for the Year Ended 31 August 2021

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MRS E.M. BATES TRUST

Reference and Administrative Details
for the Year Ended 31 August 2021

TRUSTEES	Mr R Coy Rt Rev S Groves Chairman Ms N Hancock Chairman (resigned 20.5.21) Ms J Mallinson (deceased 20.8.21) Mrs J Morten Mrs J Seaton (appointed 19.11.20) Mr G Seaton (appointed 19.11.20)
PRINCIPAL ADDRESS	5 Muswell Hill London N10 3TJ
REGISTERED CHARITY NUMBER	1082306
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling ME19 4JQ
CLERK TO THE TRUSTEES	Ms. L Newens
AUDITORS	Knox Cropper LLP 65 Leadenhall Street London EC3A 2AD

The trustees present their report with the financial statements of the charity for the year ended 31 August 2021. 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

Mrs Bates' original gifts were quite specific as to how the income for the two Trusts was to be apportioned and applied for the benefit of the Moravian Church and these original objects are reflected in the new scheme, namely:

1) "to pay a yearly sum of £500 to Gracehill Church, Ballymena, County Antrim".

2) "to advance the religious and other charitable purposes of the Moravian Church in the British Province; including the provision of choir houses and the advancement of education for children of ministers and missionaries of the Moravian Church".

3) "to advance the religious and other charitable purposes of the Moravian Church in any part of the world".

There has been no change to the policies adopted in furthering the objectives of the Trust during the period.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date. The Trust holds investments in order to generate investment income which is distributed to the beneficiaries net of any costs incurred.

PUBLIC BENEFIT

The Trustees confirm that they have considered the general guidance issued by the Charity Commission in connection with public benefit in setting the objectives of the Charity and in particular they have considered how planned activities further the charity's objects.

The sole beneficiary of the Mrs E. M. Bates Trust is the Moravian Church and its congregations. The Moravian Church in turn provides public benefit by promoting the Christian faith and the spiritual well being of its members. It currently has a following within the United Kingdom of approximately 1200 members.

FINANCIAL REVIEW

Financial position

The beneficiaries and trustees agree that the needs of the beneficiaries are currently best served by income from a mixed portfolio of investments. In the current year this policy generated total income of £362,464 (2020: £371,256) which allowed the Trust to donate £315,562 (2020: £324,564) to its beneficiaries. At the year end the total net assets of the Trust stood at £12,264,066 (2020: £11,179,619).

FINANCIAL REVIEW

Investment policy

The Trust has a mixed portfolio of Stock Exchange investments and shares in the Charities Property Fund. The Charity Commission scheme affords the Trustees flexibility in relation to the investment of the trust funds. They have the power to delegate investment management and may allow investments to be held in the nominee names of investment managers. These powers have been exercised, discretion to manage the quoted securities has been given to the stockbrokers on the basis of guidelines given to them by the Trustees and their nominee company holds the Trust's investments.

The Trustees have resolved that their policy should be "to obtain a satisfactory total return comprising income and capital growth against a background of medium to low risk". Furthermore, the investment managers have been instructed to use ethical principles to manage the funds of the Trust and have been provided with clear guidance on how this is to be applied by avoiding holdings in companies whose main activities are in the manufacture or supply of armaments, tobacco, breweries and gambling.

Reserves policy

The Trust requires that the whole net incoming resources for the year to be paid to the beneficiaries, whilst capital appreciation is to be retained to supplement the Trust Funds. The Trustees have hitherto sought to balance the interests of present and future beneficiaries through their investment policy, by balancing income and capital growth. This approach has severe limitations and the Trustees have made the necessary resolutions to create the powers to adopt a total return approach although in the light of market conditions they have decided for the time being not to adopt that approach but are keeping it under review.

Reserves held at the year end consist entirely of the permanent endowment funds and amount to £12,264,066 (2020: £11,179,619) at that date. Reserves are held in the form of investments which are used to generate investment income for the Trust's direct beneficiaries. Reserves are not held to cover operating expenditure since the majority of expenditure is the grant of net income to the beneficiaries. The COVID-19 pandemic has impacted on the income generated by the Charity's investment portfolio and decreased the amount available for distribution to its beneficiaries but will not affect its ability to remain a going concern for the foreseeable future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Mrs. E. M. Bates Trust was formed on the 26 June 2000, under a Scheme made by the Charity Commissioners, by the merger of two charitable trusts: Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren, known as the Moravian Church, under deed dated 11 February 1813 (Charity number 234212) and Mrs Elizabeth Mary Bates' gift for the Unity of the Brethren or Moravians under deed dated 25 July 1815 (Charity number 234214). The two separate funds were amalgamated from this date and the charities administered as one charity known as Mrs. E. M. Bates Trust (Charity number 1082306).

Trustees

The names of the Trustees that served during the period and up to the date of this report are shown on page 1. There were seven co-opted trustees and one ex-officio trustee during the course of the year. The co-opted trustees are usually appointed upon the advice of the Provincial Elders Council (PEC) of the Moravian Church, while the ex-officio trustee is the minister of Gracehill Church.

When a vacancy occurs on the Board, the PEC of the Moravian Church is usually invited to approach people with the essential skills and recommend them to the Trustees for their consideration. Having considered the CVs of prospective candidates, one individual is invited by the Trustees to attend a Board meeting as an observer. If the Board feel that the candidate is suitable, and the candidate feels similarly, he/she is invited to the next meeting and to be elected to the Board. New Trustees are given a 'red book' which contains all the background details/information on the Trust including the latest accounts, trustee responsibilities and governance arrangements in place.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Management

The Trustees meet twice a year. The Trustees are advised by the professional advisers listed under legal and administrative details. The Trust has no employees.

Risk management

The Trustees have reviewed the major strategic, business and operational risks which the charity faces and confirm that systems have been established to mitigate those risks. Arrangements have been made for regular reports to be produced so that the Trustees can ensure that appropriate safeguards remain in place.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are 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.

AUDITORS

Knox Cropper LLP have indicated their willingness to continue in office and a resolution to reappoint them as the Trust's auditor and confirm their reappointment following their change of status to Knox Cropper LLP will be put to the Board of Trustees at the forthcoming meeting.

Approved by order of the board of trustees on 25th November 2021 and signed on its behalf by:

Sarah Groves

Rt Rev S Groves - Trustee

Opinion

We have audited the financial statements of Mrs E.M. Bates Trust (the 'charity') for the year ended 31 August 2021 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:
- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees
As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- We identified and focused on the laws and regulations applicable to the charity through discussions with management, and from our knowledge and experience of the sector.
- We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by considering the key risks impacting the financial statements. These included risks associated with revenue recognition, application of accounting estimates, management override of controls and the monitoring of beneficiaries.
- Based on our understanding we designed our audit procedure to identify non-compliance with the relevant laws and regulations. These procedures included review of reporting to the Board members with respect to the application of documented policies and procedures and a review of the financial statements to ensure compliance with the Scheme's reporting requirements.
- Our approach was to check that all restricted income was properly identified and separately accounted for and to ensure that only valid and appropriate expenditure was charged to endowment funds. This included reviewing journal adjustments and unusual transactions.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Knox Cropper LLP
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
65 Leadenhall Street
London
EC3A 2AD

Date: 25 November 2021

MRS E.M. BATES TRUST

Statement of Financial Activities
for the Year Ended 31 August 2021

	Notes	Unrestricted fund £	Endowment funds £	**2021 Total funds £**	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Investment income	2	**362,464**	**-**	**362,464**	371,256
EXPENDITURE ON					
Raising funds	3	**34,370**	**-**	**34,370**	32,606
Charitable activities	4				
Grants payable		**315,562**	**-**	**315,562**	324,564
Other		**12,532**	**-**	**12,532**	14,086
Total		**362,464**	**-**	**362,464**	371,256
Net gains/(losses) on investments		**-**	**1,084,447**	**1,084,447**	(543,899)
NET INCOME/(EXPENDITURE)		**-**	**1,084,447**	**1,084,447**	(543,899)
RECONCILIATION OF FUNDS					
Total funds brought forward		**-**	**11,179,619**	**11,179,619**	11,723,518
TOTAL FUNDS CARRIED FORWARD		**-**	**12,264,066**	**12,264,066**	11,179,619

CONTINUING OPERATIONS
All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

MRS E.M. BATES TRUST

Balance Sheet
31 August 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Investments			
Investments	9	**11,427,075**	10,280,794
Concessionary Loan	10	**308,702**	357,545
		11,735,777	10,638,339
CURRENT ASSETS			
Debtors	11	**47,246**	49,823
Cash in hand	12	**568,486**	593,412
		615,732	643,235
CREDITORS			
Amounts falling due within one year	13	**(86,151)**	(94,615)
NET CURRENT ASSETS		**529,581**	548,620
TOTAL ASSETS LESS CURRENT LIABILITIES		**12,265,358**	11,186,959
PROVISIONS FOR LIABILITIES	14	**(1,292)**	(7,340)
NET ASSETS		**12,264,066**	11,179,619
FUNDS	16		
Endowment funds:			
Capital Account		**10,108,177**	10,116,258
Investment Revaluation Account		**2,155,889**	1,063,361
		12,264,066	11,179,619
TOTAL FUNDS		**12,264,066**	11,179,619

The financial statements were approved by the Board of Trustees and authorised for issue on 25th November 2021 and were signed on its behalf by:

Sarah Groves

Rt Rev S Groves - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charity, 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 Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The presentational currency of the financial statements is Pound Sterling (£).

Going concern
The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. In forming this opinion the Trustees have considered the impact of COVID-19 on future income streams and anticipated future expenditure for a peirod of at least 12 months from the date of approval of these financial statements. The Charity holds its investment portfolio as an endowment fund and expends the income generated as grants to its beneficiaries within the Moravian Church. Its structure means that administration costs are minimal.

Financial reporting standard 102 - reduced disclosure exemptions
The charity 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.

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.

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.

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

continued...

1. ACCOUNTING POLICIES - continued

Fund accounting
Permanent Endowment Funds are funds given to the Trust to be held as capital, without power to convert capital to income, and represent the initial gifts and subsequent increases and decreases in the value of the capital. Realised gains and losses on quoted investments are taken to the Capital Account. Any excess of the market value of investment assets over the original cost is taken to the Revaluation Account whereas, if the market value of investments falls below original cost, the deficit is written off the capital account.

Unrestricted Funds represent income that may be applied by the Trustees in pursuance of the charitable objects of the Trust.

In accordance with the provisions of the Trust Deed, the entire net income for the year is distributable by the Trustees to the beneficiaries. Amounts not paid over during the year are accrued for payment after the balance sheet date.

Fixed asset investments
Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the statement of financial activities. The Trust does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the charity is that of volatility in equity markets and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within certain sectors or sub sectors.

The charity has extended a concessionary loan to its primary beneficiary. This is initially recognised and measured at the amount paid with the carrying amount adjusted in subsequent years to reflect repayments, any impairments and accrued interest.

continued...

2. INVESTMENT INCOME

	2021	2020
	£	£
Income from listed investments	355,385	362,077
Deposit account interest	39	645
Concessionary Loan Interest	7,040	8,534
	362,464	371,256

3. RAISING FUNDS

Investment management costs

	2021	2020
	£	£
Investment brokers charges	34,370	32,606

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5)
	£
Grants payable	315,562

5. GRANTS PAYABLE

	2021	2020
	£	£
Grants payable	315,562	324,564

The total grants paid to institutions during the year was as follows:

	2021	2020
	£	£
British Province of the Moravian Church	315,062	324,064
Gracehill Church and its dependencies	500	500
	315,562	324,564

Charitable activities comprise of grants payable to beneficiaries in accordance with the terms of Mrs Bates' endowment, and hence the objects of the charity.

continued...

6. SUPPORT COSTS

	Governance costs £
Other resources expended	**12,532**

Support costs, included in the above, are as follows:

	2021 Support Costs £	2020 Support Costs £
Trustees' remuneration etc	**-**	**706**
Auditors' remuneration	**5,280**	**5,160**
Trustees' Indemnity Insurance	**601**	**592**
Accountancy and legal fees	**6,540**	**7,540**
Bank charges	**111**	**88**
	12,532	**14,086**

7. TRUSTEES' REMUNERATION AND BENEFITS

The key management personnel of the Trust are those persons having authority and responsibility for planning, directing and controlling its activities, directly or indirectly, including any trustee of the Trust. The Trustees consider that key management personnel consist solely of the Trustees and no trustee received any remuneration during the year (2020: £nil).

Trustees' expenses

	2021 £	2020 £
Trustees' expenses	**-**	706

No Trustees (2020: Eight) were reimbursed their travel expenses in connection with Trustees meetings. The Trust has no employees, other than the Clerk to the Treasurer, who is employed on a voluntary basis.

continued...

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	371,256	-	371,256
EXPENDITURE ON			
Raising funds	32,606	-	32,606
Charitable activities			
Grants payable	324,564	-	324,564
Other	14,086	-	14,086
Total	371,256	-	371,256
Net gains/(losses) on investments	-	(543,899)	(543,899)
NET INCOME/(EXPENDITURE)	-	(543,899)	(543,899)
RECONCILIATION OF FUNDS			
Total funds brought forward	-	11,723,518	11,723,518
TOTAL FUNDS CARRIED FORWARD	-	11,179,619	11,179,619

9. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 September 2020	**10,280,794**
Additions	**1,147,701**
Disposals	**(1,085,867)**
Revaluations	**1,084,447**
At 31 August 2021	**11,427,075**
NET BOOK VALUE	
At 31 August 2021	**11,427,075**
At 31 August 2020	10,280,794

There were no investment assets outside the UK.

continued...

9. FIXED ASSET INVESTMENTS - continued

	2021 £	2020 £
Analysis of quoted investments by asset class		
British Government Stocks	**-**	180,771
Other Fixed Interest Stocks	**1,349,863**	1,119,814
Equities	**6,150,584**	5,160,641
The Charities Property Fund	**3,926,626**	3,819,568
Total Market Value	**11,427,073**	10,280,794

The following investments individually represent 5% or more of the total holding of the Trust:

		Number of units/ nominal value No.	Market Value 31 August 2021 £
The Charities Property Fund	Common inv fund	3,112,171	3,926,626

Cost or valuation at 31 August 2021 is represented by:

	Listed investments £
Valuation in 2021	**11,427,075**

Historical Cost	**2021 £**	2020 £
At the end of the year	**9,271,185**	9,217,431

The above quoted investments are dealt with on a recognised stock exchange.

continued...

10. CONCESSIONARY LOAN

	2021 £	2020 £
Balance at the beginning of the year	357,544	404,893
Repayments during the year	**(55,882)**	(55,882)
Interest receivable for year	7,040	8,533
Balance at the end of the year	**308,702**	357,544

	2021 £	2020 £
Repayable within 12 months	**49,878**	48,842
Repayable outside 12 months	**258,824**	308,702
	308,702	357,544

During the year ended 31 August 2017, a loan of £500,000 was extended to The Moravian Union, the asset holding body of the Moravian Church. The loan was to provide investment funding to The Moravian Union which is undertaking a major fixed asset properties repair programme. The loan is to be repaid over a period of 10 years and is secured against 49 Creighton Avenue, a property currently valued at in excess of £1.3m. Interest on the loan is charged at 2% above base rate. The loan is considered to be a concessionary loan.

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Prepayments	**481**	450
Accrued income - Charities Property Fund	**27,161**	23,851
Accrued Income - Other Investments	**19,604**	25,522
	47,246	49,823

continued...

12. CASH IN HAND

	2021 Total funds £	2020 Total funds £
On deposit account	**184,320**	230,198
On current account	**1,000**	1,000
On premium account	**383,166**	362,214
Total	**568,486**	593,412

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Gracehill Moravian Church	**500**	500
Bank charges	**30**	28
Professional charges accrued	**14,511**	14,067
Moravian Union	**71,110**	80,020
	86,151	94,615

14. PROVISIONS FOR LIABILITIES

	2021 £	2020 £
Pension provision	**1,292**	7,340

During the year ended 31 August 2008 the trustees committed to make direct pension payments to a former employee of the Trust. The Trust estimated the total value of the unfunded future pension obligation at £74,007. The liability was calculated on the basis of an annual increase based on the Retail Price Index. At 31 August 2020 the annual cost of the pension payment was £6,048 (2020: £5,956).

The movement in the Pension Provision for the period was as follows:

	2021 £	2020 £
Opening Liability at 1 September 2020	**7,340**	13,296
Pension costs charged during the year	**(6,048)**	(5,956)
Closing Liability at 31 August 2021	**1,292**	7,340

continued...

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Endowment funds £	2021 Total funds £	2020 Total funds £
Investments	-	11,735,777	11,735,777	10,638,339
Current assets	-	615,732	615,732	643,235
Current liabilities	-	(86,151)	(86,151)	(94,615)
Provision for liabilities	-	(1,292)	(1,292)	(7,340)
	-	12,264,066	12,264,066	11,179,619

16. MOVEMENT IN FUNDS

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Endowment funds				
Capital Account	10,116,258	51,726	(59,807)	10,108,177
Investment Revaluation Account	1,063,361	1,032,721	59,807	2,155,889
	11,179,619	1,084,447	-	12,264,066
TOTAL FUNDS	11,179,619	1,084,447	-	12,264,066

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	362,464	(362,464)	-	-
Endowment funds				
Capital Account	-	-	51,726	51,726
Investment Revaluation Account	-	-	1,032,721	1,032,721
	-	-	1,084,447	1,084,447
TOTAL FUNDS	362,464	(362,464)	1,084,447	1,084,447

continued...

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.9.19 £	Net movement in funds £	Transfers between funds £	At 31.8.20 £
Endowment funds				
Capital Account	10,179,918	(92,203)	28,543	10,116,258
Investment Revaluation Account	1,543,600	(451,696)	(28,543)	1,063,361
	11,723,518	(543,899)	-	11,179,619
TOTAL FUNDS	11,723,518	(543,899)	-	11,179,619

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	371,256	(371,256)	-	-
Endowment funds				
Capital Account	-	-	(92,203)	(92,203)
Investment Revaluation Account	-	-	(451,696)	(451,696)
	-	-	(543,899)	(543,899)
TOTAL FUNDS	371,256	(371,256)	(543,899)	(543,899)

Transfers between funds

Transfers from the Investment Revaluation Endowment Fund to the Capital Account Endowment Fund relate to brought forward unrealised gains on investments which are released on disposal of investments.

17. RELATED PARTY DISCLOSURES

The Moravian Church and one of its congregations are the only beneficiaries of the Mrs E. M. Bates Charitable Trust and grants paid to the Church and its congregation are analysed in Note 5.

MRS E.M. BATES TRUST

Detailed Statement of Financial Activities
for the Year Ended 31 August 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Investment income		
Income from listed investments	**355,385**	362,077
Deposit account interest	**39**	645
Concessionary Loan Interest	**7,040**	8,534
	362,464	371,256
Total incoming resources	**362,464**	371,256
EXPENDITURE		
Investment management costs		
Investment brokers charges	**34,370**	32,606
Charitable activities		
Grants to institutions	**315,562**	324,564
Support costs		
Governance costs		
Trustees' expenses	**-**	706
Auditors' remuneration	**5,280**	5,160
Trustees' Indemnity Insurance	**601**	592
Accountancy and legal fees	**6,540**	7,540
Bank charges	**111**	88
	12,532	14,086
Total resources expended	**362,464**	371,256
Net income before gains and losses	**-**	-
Net gains/(losses) on investments		
Net gains/(losses) on investments	**1,084,447**	(543,899)
Net income/(expenditure)	**1,084,447**	(543,899)