

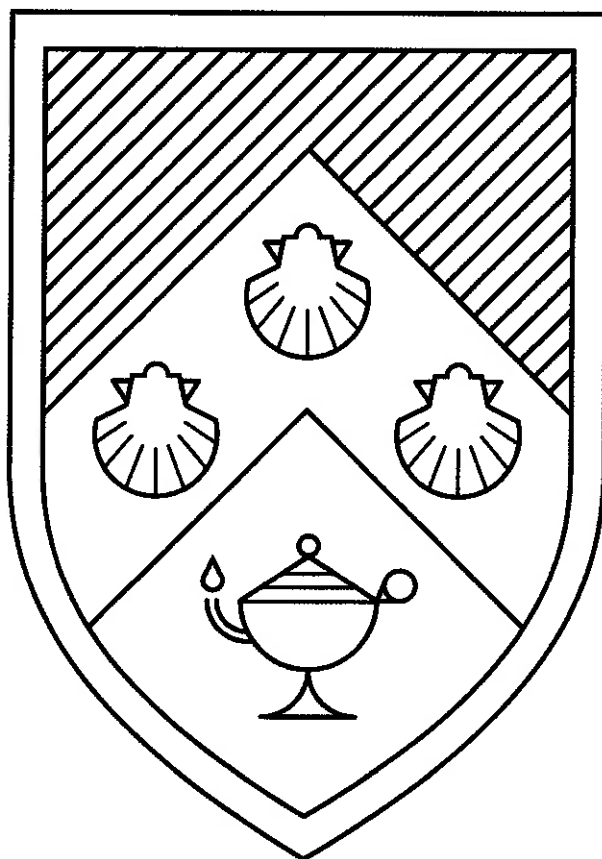
Southlands Methodist Trust

Report and Financial Statements

For the Year Ended 31 August 2022



— S M T —



The Southlands Methodist
Trust
is a charity of the
Methodist Church in Britain

Registered charity number 1100660

Southlands College
80 Roehampton Lane
London SW15 5SL

SWF@roehampton.ac.uk
www.susannawesleyfoundation.org
020 8392 4462

SOUTHLANDS METHODIST TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 AUGUST 2022

Trustees:

Rev Dr Tim Macquiban, Chair
 Rev Stan Brown
 Rev Dr J Cox-Darling
 Dr Clive Norris
 Rev Colin Smith
 Mr Alan Davies
 Rev Jennifer Smith
 Rev Geoffrey Farrar

Chief Executive: Dr Christopher Stephens

Registered office: Southlands College
 80 Roehampton Lane
 London
 SW15 5SL

Auditors: Haysmacintyre LLP
 Chartered Accountants
 10 Queen Street Place
 London EC4R 1AG

Bankers: Methodist Central Finance Board
 9 Bonhill Street
 London
 EC2A 4PE

HSBC
 West End Corporate Banking Centre
 70 Pall Mall
 London
 SW1Y 5EZ

Solicitors: Potheary Witham Weld
 70 St George's Square
 London
 SW1V 3RD

Investment managers: Epworth Investment Management Ltd
 9 Bonhill Street
 London
 EC2A 4PE

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2022

STRUCTURE GOVERNANCE AND MANAGEMENT

The Trustees present their report and audited financial statements for the year ended 31 August 2022. The Trustees have adopted the provisions of the Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019), in preparing the annual report and financial statements of the charity.

The Southlands Methodist Trust (SMT) is a registered unincorporated charity (Charity number 1100660). The Governing Document is a Deed of Trust.

Trustees are appointed by a decision of Methodist Council, at the recommendation of members of the Trustees. When vacancies arise, a sub-group of the trustee board is formed in order to conduct a search process. This includes both direct approaches and approaches through the Church's Connexional Team, asking for expressions of interest. From time to time, advertisements of vacancies are also used in the press. CVs of those expressing interest in appointments are considered by the sub-group and brought to a full meeting of the trustee board, where a decision is made to recommend names to Council. Trustees are given training as and when considered useful.

RISK ASSESSMENT

The Trustees have active involvement in the day to day running of the charity. This involvement ensures that they are fully aware of the risks and required action to sufficiently mitigate those risks. The trustees have identified the following risks:

- Investments (including the investment property) will drop in value
- Grants made will not be used in accordance with the charity's wishes.
- The sale of the main asset of the Trust will end the fixed income pattern for the charity and lead to some uncertainty for planning future work.

Action taken to mitigate the risks:

- The investments are managed by the Methodist Council and the trustees have confidence in their ability to manage them competently.
- Grants are considered and approved for payment at trustees meetings.
- Trustees maintain a comprehensive risk assessment across all relevant areas, which is updated by staff regularly and reviewed at a full meeting of the trustee board at least annually.

OBJECTIVES AND ACTIVITIES

The aims and purposes of the charity are:

- 1) as part of the work carried out through the Discipleship and Ministries Learning Network, to support in association with the College and University the development of Christian, and specifically Methodist, scholarship, research and innovation, of local, national and global significance and to facilitate the public dissemination of such developments.
- 2) to enable members of the Methodist community and wider public in Britain and internationally to benefit from the academic and other expertise and experience within the College and the University and the facilities available within them.
- 3) to enrich the community life of the College and the work of its chaplaincy in ways that reflect its Methodist values and ethos.
- 4) to maintain and develop the relationship between the Methodist Church, the College and the University in the context of developing the contribution made to the work carried out through the Discipleship and Ministries Learning Network.

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

OBJECTIVES AND ACTIVITIES (continued)

- 5) to further the wider charitable purposes of the Methodist Church through close working with the other persons and bodies responsible for the work carried out through the Discipleship and Ministries Learning Network.

Fundraising

SMT does not fundraise with the public and has not received any complaints in this regard during the year.

Public benefit

The Trustees confirm that they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission in determining the activities undertaken by the Charity. The Trustees review the activities of the Charity against its aims on an ongoing basis and are satisfied that all activities continue to be related to the aims which are set in such a way as to benefit society as a whole. The benefits are set out in the review of activities shown below.

Research & Knowledge Exchange

The Southlands Methodist Trust participates fully in the research and knowledge exchange (RKE) agenda of Southlands College, funding and helping to shape RKE activities across the University of Roehampton's departments, and especially focusing on work that focuses on issues of importance to church and society.

In 2021–22 grants supported projects on topics including:

1. Bridging the ethnic minority gap between educational development and doctoral supervision: Social justice and inclusivity.
2. Reading4Normal Book Club: an online reading-group scheme that aims to bring together young readers to discuss young adult novels, including the creation of a website and social media programme.
3. Training key members of staff at Shakespeare's Globe in new research into diversity in the Shakespearean period.
4. Productivity and food safety improvements for women in community mechanised palm oil processing: The Case of Ejisu Juaben Municipality, Ashanti Region, Ghana
5. Growth Outlook for Family Businesses under Uncertainty: An Exploratory Study of the Local Business Community in South West London The Potato Teeth Project: A comparison of classroom and garden-based educational interventions for oral hygiene in primary school pupils

Projects approved for during 2021-22 for funding in 2022-23 included:

1. Exploring barriers to African parental involvement in the UK education system
2. Transition to the labour market for young people with special educational needs and disability: aspirations, experiences and future directions
3. My Extinction: a documentary feature film to find new ways to confront the climate emergency

The Susanna Wesley Foundation

The Susanna Wesley foundation (SWF) is a community of scholars and practitioners based at Southlands College, supported directly by both the Southlands Methodist. The Foundation's purpose is to facilitate research and enquiry that influence practice and generate learning of benefit to the wider community.

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

Student Support: The Susanna Wesley Foundation supports doctoral students pursuing research into topics of importance to church and society. In 2021-22, this included work into:

- Disability theology and embodied ways to know God
- Using theological action research to explore new contextual churches as potential catalysts for change in theology and practice
- The work of lay employees within British Methodism and its relationship to vocation and calling
- Story-telling and culture change in local Methodist Churches
- Non-binary gender, the Bible and Christian practice

Academic Communities: The SWF contributed funding to a series of 2021/22 seminars given by the University of Roehampton's Research Group in Theology, Religion and Practice and added to the bursaries offered to students from under-represented groups to enable them to participate in the annual conferences of various academic theology communities, such as the British and Irish Association for Practical Theology (BIAPT) and the Society for the Study of Theology (SST).

The year also saw a new partnership with Theos, an organisation which stimulates debate about the place of religion in society. The SWF is collaborating with Theos on a research project around death: 'Death, dying and the afterlife, in the UK', with a report and practical booklets to be published next year.

Research, resources, dialogue and events

- Through both funding and also the provision of staff and resources, the SWF achieved a portfolio of work, including:
- Well-being: the publication and launch of a resource 'Flourishing Ministers; Flourishing Communities' arising out of a SWF project looking at the application of a particular theory of human behaviour in the context of local churches.
- Learning: several SWF projects focused on learning, particularly that around collaborative learning in Methodist contexts. Learning from this project has led to conversations across the Methodist Connexion over the past year, with input into a gathering of the Methodist Learning Network and into a consultation about resourcing learning across the Methodist Church.
- Change: During the year a member of the Foundation published a paper in the Journal of Practical Theology exploring systemic approaches to change and the SWF led a symposium, which brought together academics, practitioners, and officers from the Church to discuss some of the findings from two research projects which had looked at change and strategy in the Methodist Church.
- Justice, Dignity and Solidarity: funding an Associate to accompany one of the strands of work in this strategy of the Methodist Church. SWF also contributed to an article published in the Journal of Awareness Based System Change tracking the church's journey towards a more inclusive way of being. Meanwhile, the Foundation's resource 'Diversity, Otherness and Privilege' continues to be requested for use as a guide to conversation in a range of contexts.
- Chaplaincy in higher education: a project looking at the impact of higher education chaplaincy within higher education.
- 'Charity or Justice': an event during Homelessness Awareness week looked at the faith community's response to the issue, with inputs from experts, advocates and activists.
- The Foundation sponsored the research and writing of a new book, Landscape Liturgies, which offers a compilation of outdoor blessings, rituals and liturgies from Christian tradition, promoting the practice of incorporating important landscapes and landmarks into the life of the worshipping community.

Celebration and conversation: our 2022 Conference

The 150th anniversary of the establishment of Southlands College was marked in the Susanna Wesley Foundation by a conference, 'Sustainability: Sharing Values, Creating Communities', in which we explored ways of thinking about the environment, economy and society and how we can organise ourselves in order to care for our common home and enable flourishing for all.

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

The conference offered an interdisciplinary blend of speakers and opportunities throughout a day filled with provocative thought, practical advice and space to sit with the most pressing issues and see things anew. Questions around the role of a university in an ecological emergency, the place of spiritual values in pro-environmental behaviour, and the ethic of consumption appropriate at a time of climate crisis formed the backdrop to the inputs and conversation.

The conference provided a forum for listening to a variety of approaches. Our participants and contributors offered each other both realism and ways forward. It honoured differences of experience, philosophy and priorities, and held these in balance with the common ground of positive intention and shared humanity that serve a sustaining and sustainable hope – an overarching purpose and underpinning principles for all the Foundation's work.

Plans for the future

The Foundation will continue its sponsorship of doctoral students and will draw on the university community for conversation partners and fellow researchers. Inclusion and participation will be a continuing theme and the Foundation will offer into the Methodist Church's strategy for Justice, Dignity and Solidarity. Our research on death and dying in partnership with the religious think-tank Theos will yield some significant findings which will be of interest and benefit to wider society, and we will embark on a new partnership with the Saltley Trust, a Christian educational charity. Lessons emerging from the various projects around learning will be disseminated further, and the insights offered by those involved in the 2022 conference on sustainability will be captured to form the basis for further work and research. Sharing the insights from our projects and initiatives to enable us to contribute to the flourishing of communities will provide an impetus for our work.

Enriching College Community Life

An important aspect of the SMT's work is to enrich the community life of Southlands College, specifically in ways that reflect its Methodist values and ethos, and through this to maintain and develop the relationship between the Methodist Church, the college and the University of Roehampton. Individuals in our community are encouraged to explore their own identity and develop a sense of belonging, while also engaging in activities that build on their academic learning and speak of the college's values, values that are inherited from those of the Church and nurtured by the SMT.

In 2021-22 the college placed particular emphasis on developing student leaders to help deliver its diverse programme of activities for students and staff throughout the year.

The SMT provides support for this work, both through direct funding and the provision of resources and staff time and expertise, enabling the flourishing of these goals in practice within the life of the college and the wider university.

Some examples of activity of this kind in the reporting year included:

- Helping to organise two full days of Employability Week events – these events aimed to help students build their networking skills and gain real-life experience from companies, recent graduates and different organisations. The College Community Leaders helped students feel more confident interacting with the organisations and attendees present.
- Running a streaming event to enable students to watch the Law Society's mooting competition, which was followed by a social event to celebrate the achievements of these students.
- Southlands Venture: a programme funded by the Southlands Methodist Trust that builds on the college's commitment to enable students to live as responsible citizens, encouraging our community members to explore how they can best use their interests and skills to make the world a better place.

Projects included an Environmental, Social and Governance (ESG) Awareness Campaign, and the RISE 365 Games Night (an event that has helped to build community following the pandemic and lockdown) The immediate future of Southlands Venture is looking very promising.

Projects are already planned for the 2022-23 academic year include an environmental project which seeks to reuse and decorate recyclable items; a musical project based on the theme of migration, collaborating with the London

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

Wetland Centre; and a project which seeks to raise awareness about food and products which are less commonly donated to food banks.

Community Music

Music is central to the Methodist mission and at Southlands it plays an important role building up a sense of belonging. The SMT continues to provide support for music at Southlands through the provision of grants for activities, resources, and student music scholarships.

After the disappointments of the Covid era, this year celebrated a number of successful projects. Singers at Roehampton joined with choirs from the Cathedrals Group to perform in Canterbury Cathedral. In November, we staged the first of our programmes of music theatre and constructed a tribute performance to Stephen Sondheim. Our musicians also performed at the Celebration Gala Dinner for the college's 150th anniversary, and then at the service of thanksgiving at our alumni reunion.

Southlands, with the support of the SMT, was delighted to give the Charles Wesley Award for contributions to community music to George Murrell, one of our music scholars, for his activities within the college, his involvement in the new link with the London Wetlands Centre in Barnes, and for his work as a music therapist in local care homes.

Future Plans:

The SMT intends to continue its support for community music in 2022-23 through the provision of scholarships and grants to enable participation and the development of a programme of inclusive, developmental work.

Awards, Prizes and Hardship/Access Grants

In 2021-22, the SMT continued to sponsor a range of prizes and awards for staff and students, encouraging a culture of excellence in academic achievement across the college.

Of particular value to the Trust is the awarding of prizes that celebrate the history and ethos of the college by honouring both individuals and their work that promote the Methodist identity of Southlands College.

Examples of these awards include:

- ◆ The Susanna Wesley Award – given to a female staff member who promotes a values-focused approach, for an outstanding role in educational leadership in the college
- ◆ The Charles Wesley Award – given to a student or staff member who has contributed exceptionally to the development of community music at Southlands
- ◆ The John Wesley Award – given to a student who has contributed particularly notably to the student chapel community

Future Plans:

The Trustees intend to continue sponsoring these activities in future years when suitable candidates emerge.

As part of the college's 150th anniversary celebrations, the SMT committed in excess of £30,000 to support a number of new scholarships and bursaries, which will be awarded in the coming five years. These are focused on enabling the least privileged in society to access higher education when otherwise their financial circumstances might prevent it, to enabling educational travel for students who cannot otherwise afford it, and to supporting the next generation of teachers.

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

Supporting chaplaincy

Fulfilling the aim of the SMT to enrich the community life of Southlands College and its chaplaincy, the Trustees have continued to sponsor activities both within the college's Methodist Chapel and through its Methodist chaplaincy, and also to encourage and support the wider provision of multi-faith chaplaincy work for the whole of the university community.

A major contribution of the Trust is to sponsor the employment of a Chaplaincy Community Worker (CCW), which continued with a full-time role in 2021-22. The CCW role focuses on three areas of work:

- ◆ Strengthening our ecumenical relationships through supporting the running of an intentional Christian student community house (Barat House) on campus, overseen by the Digby Stuart College and Southlands College chaplains, and performing a continuing leadership role within this community
- ◆ Supporting the work of Southlands Chapel and the Southlands College team in the nurturing of community across the Southlands cohort
- ◆ Being an active member of the wider chaplaincy team

The CCW role provides the opportunity for someone to work for two or three years in a faith context to explore their own vocation, to develop their working skills, and to help boost the work of the chaplaincy.

Future Plans:

The SMT will continue in 2022-23 to support the work of the chaplaincy and the employment of the CCW post.

Managing our College Archives

The Southlands Methodist Trust employed a new Archives Historian during the course of the year, with revised aims for the role of the archive, which remains under the custodianship of the SMT. A new accessions policy has been introduced in the college archive to ensure it remains up to date, relevant and accessible for the future. There will be more emphasis on the digital archive and collection of Oral Histories. The existing archive is being reviewed and several items have been sent to educational archives (including Methodist-related ones) where there is provenance.

There is a closer cooperation with the University of Roehampton's archivists with an aim to curate exhibitions highlighting the work and achievements of the four colleges. A new working relationship with the Westminster College Archives has also been developed. The Colleges' shared histories and Methodist identities leads to both archives benefitting from this collaboration.

Future Plans:

The SMT will continue to sponsor a staff member in the archive.

With the easing of Covid restrictions, the archives are now open to researchers. One result of that this is the authoring of a new history book about the college by, Clive Norris, one of our trustees, which we anticipate going to print in 2023.

2023 will also see the development of proposals for longer-term resourcing and staffing schedules for the archive to ensure its continued good management and its expanding availability for use in both the mission of the college/church and for the wider historical work of the general public.

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

Enhancing Methodist Education

SMT support Southlands College to be a member of both the Methodist-related Theological Schools in Europe (MTSE) and International Association of Methodist-related Schools, Colleges and Universities (IAMSCU) networks. These involvements provide the college and university with access into a family of institutions from which mutual support and collaborative ventures emerge. In the UK, Southlands College works closely with a range of educational partners and especially the Methodist Schools groups, which include Methodist Academies and Schools Trust (MAST), Methodist Independent Schools Trust (MIST), and the Methodist Schools Committee (MSC).

The 2021-22 academic year saw engagements across these education networks begin to emerge from covid-related restrictions. Gathered, in-person meetings became possible again, and a blended approach emerged in order to enable both the most effective and also the most inclusive forms of working.

Southlands continued to work with Methodist schools across Britain, supporting in particular the implementation of the Methodist Church's education strategy, *Transforming Lives*.

During 2021-22, the Southlands Methodist Trust continued to offer a major grant to MAST to support its staffing and work, and in particular the structures surrounding its leadership. As well as enhancing the work of MAST, this ensures the continued close collaboration between Southlands and the work of Methodist education more broadly, nurturing a sense of common purpose and encouraging important practical collaborations.

Southlands College has continued to take a leading role in drawing together all those adult educational institutions and heritage bodies that relate to Methodism in Britain and Ireland. After the work done through the SMT and its staff in 2020-21 to bring together senior leaders and representatives of nearly all these institutions, 2021-22 saw the initial gathering of that group in person. SMT offered a grant to facilitate a residential meeting at Roehampton, which was Chaired by Tim Macquiban, Chair of the SMT, and co-convened by senior members of the Church's Connexional Team.

A feature of Southlands College's 150th anniversary celebrations was an invitation to leaders of Methodist-related HE institutions in the US to participate in a week-long programme of activities in London, culminating in our gala dinner and annual conference. SMT supported a visit from 13 representatives of a number of Methodist institutions in what we hope will signal the start of more regular visits from within the IAMSCU family, with the goal of fostering closer relationships and exploring future collaborative ventures.

Future Plans:

During 2021-22, plans were developed to bring together the major IAMSCU conference with the Methodist Schools Conference in April 2023. The conference will be divided into three parts, of which the first will focus on Higher Education, taking place at Southlands College. The Head of College was therefore appointed on to the global steering group for the programme and participated in detailed planning around content and logistics. The SMT has committed staffing time and financial resources both to facilitate this aspect of the event and also to offer access grants for students and representatives of institutions from less privileged parts of the world, aiming to ensure that financial disadvantage is not a block to participation.

As part of the college's 150th anniversary celebrations, the Southlands Methodist Trust re-committed to supporting the Susanna Wesley Visiting Fellowship, which we hope will enable the appointment of a visiting scholar in the coming academic year.

SOUTHLANDS METHODIST TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2022

Southlands 150

Southlands College celebrated its 150th anniversary during 2022 with a series of events throughout the landmark year, involving its key partners and associates. The programme was designed to raise the profile of the college and its Methodist heritage, to reaffirm its values as a place dedicated to inclusive and forward-thinking education, to launch an ambitious Transformation Fund, and to cement its many national and international relationships in academia, in Methodism, and in political and civic life. SMT provided funding and staff time to support this programme of activity.

FINANCIAL REVIEW

At the start of the year the net assets of the Trust amounted to £10.4m of which £800,000 was an expendable endowment and the remaining £9.6m represented general funds. Income is derived from interest on and dividends from the invested assets and lease income from the investment property. The Trust does not undertake public fundraising activities. Expenditure during the year totalled £861k, which was expended on activities within the charitable objects of the Fund, most of which was spent on events and research carried out under the Susanna Wesley Foundation banner. £10.6k was spent on governance. Net assets at the end of the year totalled £12.2m.

More details of the financial position of the charity are set out in the Statement of Financial Activities, together with the Balance Sheet and Notes to the Financial Statements.

The Mount Clare Estate has suffered no material decline or change to the Lease and the recent valuation in August 2022, with a view to selling the property, valued it at £10.7m.

The advice from the surveyors is that valuations are currently being reported on the basis of 'material valuation uncertainty' as per VPS 3 and VPGA 10 of the RICS Red Book Global. Consequently, less certainty, and a higher degree of caution, should be attached to the valuation than would normally be the case.

RESERVES POLICY

In accordance with the Trust Deed, the Trustees hold, as an expendable endowment, £800,000. The Trust's reserves (after allowing for amounts tied up in fixed assets and investment property) amounts to £1.12m. The trustees' general policy on reserves is that, unless there is an exceptional reason to seek permission to utilise the expendable endowment, they will maintain it and retain other reserves or build them further to a level that will generate sufficient income to achieve the aims of the charity.

The Trustees aim to retain around 1 year of Operating and Capital Costs as cash reserves, being approximately £850k, which is substantially higher than the cash reserves held as at year end, but the remaining free reserves are easily accessible.

For the year ended 31 August 2022, operating costs were £861k (including £268k of grant liabilities). The forecast for 2022-23 financial year is £769k for operating costs and £84k capital expenditure. Future years' operating costs will be in the region of £500k - £600k.

77% of the income (£400k) for the Trust is derived from the Mount Clare lease. The remaining 23% (£117k) is derived from Dividends and Interest on investment funds and cash assets, and donations, in line with forecasts. The above policy will inevitably require amendment once the plans, and their execution, have been agreed with regards to the Mount Clare Estate. The trustees are therefore satisfied that the reserves of the charity are at a satisfactory level.

INVESTMENT POLICY AND PERFORMANCE

The charity's policy is to invest surplus funds in an investment fund managed by Epworth Investment Management Ltd. The trustees have monitored the performance during the year and are satisfied with the returns earned and capital growth.

SOUTHLANDS METHODIST TRUST**TRUSTEES' REPORT (continued)****FOR THE YEAR ENDED 31 AUGUST 2022**

KEY MANAGEMENT PERSONNEL

The charity's key management personnel consist of the Research Director and the Chief Executive. Their pay is agreed annually by the trustees in line with industry averages.

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

The trustees are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit for that year. In preparing those financial statements the trustees are required to:

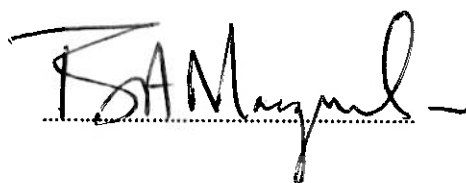
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, and
- prepare the financial statements on the going concern basis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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charities and enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charities and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees confirm that the investments have been acquired in accordance with their powers and that the charities can meet all their obligations.

AUDITORS

A resolution re-appointing Haysmacintyre LLP will be proposed at the forthcoming Trustees' meeting.

BY ORDER OF THE BOARD OF TRUSTEESA handwritten signature in black ink, appearing to read 'Rev Dr Tim Macquiban', is written over a horizontal dotted line.

Rev Dr Tim Macquiban, Chair of Trustees

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF SOUTHLANDS METHODIST TRUST

Opinion

We have audited the financial statements of Southlands Methodist Trust for the year ended 31 August 2022 which comprise the Statement of Financial Activities, 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, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

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 the charity's net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. 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 Auditor's 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report. 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity; or
- sufficient accounting records have not been kept; or
- the charity 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 for the financial statements

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they 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.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF

SOUTHLANDS METHODIST TRUST (continued)

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with Canon law, employment law and health and safety regulations, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as Canon Law, the Charities Act 2011, The Statement of Recommended Practice for Charities (SORP 2019), FRS102 and payroll taxes.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to recognition of income and management bias in certain accounting estimates. Audit procedures performed by the engagement team included:

- Inspecting trustees' minutes
- Inspecting correspondence with regulators and tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Evaluating management's controls designed to prevent and detect irregularities;
- Identifying and testing journals, in particular journal entries posted at the year-end or those with unusual descriptions; and
- Challenging assumptions and judgements made by management in their critical accounting estimates, including the valuation of the charity's investment property.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. 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 Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.



Haysmacintyre LLP
Statutory Auditors
10 Queen Street Place
London EC4R 1AG

Date: 9 August 2023

Haysmacintyre LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

SOUTHLANDS METHODIST TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted funds £	Endowment funds £	Total funds 2022 £	Total Funds 2021 £
Income and endowments from:					
Donations and legacies		50,550	-	50,550	23,264
Charitable activities		9,776	-	9,776	-
Investments	2	458,873	-	456,873	449,646
Total income		<u>517,199</u>	<u>-</u>	<u>517,199</u>	<u>472,910</u>
Expenditure on:					
Raising funds	3	6,154	-	6,154	3,688
Charitable activities	4	855,163	-	855,163	502,430
Total expenditure	6	<u>861,317</u>	<u>-</u>	<u>861,317</u>	<u>506,118</u>
Net (expenditure)/income before gains and losses on investments		<u>(344,118)</u>	<u>-</u>	<u>(344,118)</u>	<u>(33,208)</u>
Net gains on investments	9/10	<u>2,196,180</u>	<u>-</u>	<u>2,196,180</u>	<u>358,099</u>
Net (expenditure)/ net movement in funds		<u>1,852,062</u>	<u>-</u>	<u>1,852,062</u>	<u>324,891</u>
Reconciliation of funds:					
Balance brought forward at 1 September 2021		<u>9,618,432</u>	<u>800,000</u>	<u>10,418,432</u>	<u>10,093,541</u>
BALANCES CARRIED FORWARD AT 31 AUGUST 2022	14	<u>£11,470,494</u>	<u>£800,000</u>	<u>£12,270,494</u>	<u>£10,418,432</u>

- All funds in both years are unrestricted.
- All transactions are derived from continuing activities.
- All recognised gains and losses are included in the Statement of Financial Activities.

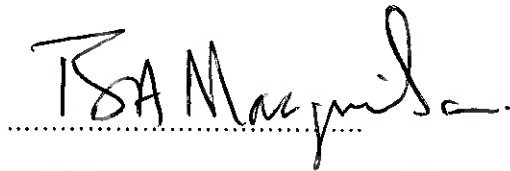
SOUTHLANDS METHODIST TRUST

BALANCE SHEET

AS AT 31 AUGUST 2022

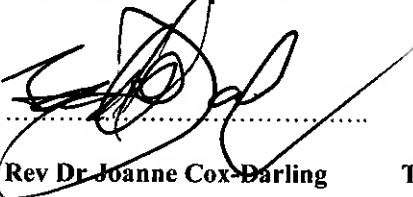
	Notes	£	2022	£	£	2021	£
FIXED ASSETS							
Investment property	9		10,700,000			8,345,000	
Other investments	10		1,859,735			2,066,011	
Tangible fixed assets	11		15,420			19,275	
			<u>12,575,155</u>			<u>10,430,286</u>	
CURRENT ASSETS							
Debtors	12	2,953			2,593		
Cash at bank and in hand		80,428			140,611		
		<u>83,381</u>			<u>143,204</u>		
CREDITORS: due within one year	13	<u>(388,042)</u>			<u>(155,058)</u>		
NET CURRENT ASSETS				(304,661)			(11,854)
NET ASSETS			<u>£12,270,494</u>			<u>£10,418,432</u>	
FUNDS AND RESERVES							
General funds	14		11,470,494			9,618,432	
Endowment funds			800,000			800,000	
			<u>£12,270,494</u>			<u>£10,418,432</u>	

Approved by the Trustees on and signed on their behalf by:



Rev Dr Tim Macquiban

Chair of Trustees



Rev Dr Joanne Cox-Darling

Trustee

Date: 1 August 2023

SOUTHLANDS METHODIST TRUST

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 AUGUST 2022

	2022 £	2021 £
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net cash used in operating activities (see below)	(564,512)	(517,240)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Dividends, interest and rent from investments	456,873	449,646
Purchases of investments	(31,001)	(43,000)
Proceeds from sale of investments	78,457	158,439
NET CASH PROVIDED BY INVESTING ACTIVITIES	504,329	565,085
CASH FLOWS FROM FINANCING ACTIVITIES	-	-
Change in cash and cash equivalents in the year	(60,183)	47,845
CASH AND CASH EQUIVALENTS		
At the beginning of the year	140,611	92,766
At the end of the year	80,428	140,611
RECONCILIATION OF NET INCOME TO NET CASH INFLOWS FROM OPERATING ACTIVITIES		
Net income for the reporting period (as per the statement of financial activities)	1,852,062	324,891
(Gains) on revaluation of investments	(2,196,180)	(358,099)
Depreciation	3,855	3,855
Dividends, interest, and rents from investments	(456,873)	(449,646)
Increase in debtors	(360)	(2,593)
Increase /(decrease) in creditors	232,984	(35,648)
Net cash used in operating activities	(564,512)	(517,240)

SOUTHLANDS METHODIST TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES

Statement of compliance

The financial statements are prepared under the historical cost convention as modified to include the revaluation of investments. The format of the financial statements has been presented to comply with the Charities Act 2011, and The Statement of Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

The Charity is a Public Benefit Entity as defined by FRS102.

Basis of Accounting

The financial statements have been prepared under the Charities Act 2011 on the historical cost convention [as modified by the valuation of investments], which is consistent with the prior year.

Going concern

The Trustees consider that there are no material uncertainties which would cast doubt on the Charity's ability to continue as a going concern. In particular sufficient funds exist to allow the charity to meet its commitments.

Significant judgments and sources estimation uncertainty

During the year the charity's investment property was revalued in the year at £10.7m and the trustees have agreed to include this valuation on the basis that it represents the fair value of the property. In the view of the trustees in applying the accounting policies adopted, no other judgements were required that have a significant effect on the amounts recognised in the financial statements nor do any estimates or assumptions made carry a significant risk of material adjustment in the next financial year.

Fund accounting

Unrestricted funds comprise accumulated surpluses and deficits on general funds. They are available for use at the discretion of the trustees in furtherance of the general charitable objectives.

Income recognition

All income and endowments are recognised when the criteria of entitlement, measurement and probability of receipt have been satisfied.

Investment income, including interest receivable, and other miscellaneous income are accounted for on a receivable basis.

Expenditure

Expenditure is recognised as soon as the related liability is incurred and has been classified under headings that aggregate all costs relating to that category. Liabilities are recognised as soon as there is a legal or constructive obligation committing the Charity to the expenditure.

Employment benefits, including holiday pay, are recognised in the period in which they are earned. Termination benefits are recognised in the period in which the decision is made and communicated to the relevant employee(s).

Expenditure on raising funds comprises investment manager's fees. Expenditure on charitable activities comprises expenditure directly related to charity's objects.

Support costs represent indirect costs relating to raising funds and the Charity's charitable activities.

Governance costs comprise the costs of running the charity, auditors' remuneration, certain legal costs and all costs of complying with constitutional and statutory requirements, such as costs of Board meetings and of preparing the statutory accounts.

SOUTHLANDS METHODIST TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES (continued)**Investments**

Investments are initially recognised at their transaction cost and subsequently valued at fair value at the Balance Sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Net gains/(losses) on investments' in the Statement of Financial Activities.

Investment property

The Investment Property is held at fair value. No depreciation is charged and movements in valuation are taken to the Statement of Financial Activities. The most recent independent valuation of the freehold investment properties was undertaken as at 31 August 2022 by Giles Sutcliffe MRICS on behalf of Cluttons LLP.

Fixed assets

Expenditure on fixed assets is capitalised where the cost (or the value if donated) is in excess of £500; otherwise it is written off through the Statement of Financial Activities.

Tangible fixed assets are depreciated at rates calculated to write off the cost, less estimated residual value of each asset evenly over its expected life, as follows:-

Fixtures and fittings to be written off over seven years or to the end of August 2025, whichever is the shortest.

Financial instruments

Basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable are accounted for on the following basis:

Cash and cash equivalents

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

Debtors and creditors

Debtors and creditors are measured at the transaction price less any provision for impairment. Any losses arising from impairment are recognised as expenditure.

Funds

General funds comprise the accumulated surplus or deficit from the Statement of Financial Activities which is not restricted nor designated funds. They are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

Designated funds comprise funds that have been set aside at the discretion of the Trustees for specific purposes. The purpose and use of the designated unrestricted funds are set out in the notes to the accounts.

Restricted income funds comprise unexpended balances of donations and grants held in trust to be applied for specific purposes.

Endowment funds comprise trust funds which are subject to specific trusts declared by the donors or with their authority. The income arising from the investments is applied only in accordance with the conditions imposed by the donors (where specified) or for the general purposes of the Charity. The Trustees have power of discretion to convert the expendable endowment fund into income. It is however their policy to retain the capital of this fund to generate income. Income arising on this fund can be used in accordance with the objects of the Trust and is included in unrestricted income.

Pensions

The charity's liability is limited to the annual contributions payable. All contributions are charged to the Statement of Financial Activities in the year in which they accrue.

SOUTHLANDS METHODIST TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

2. INVESTMENT INCOME	2022	2021
	£	£
Rental income from Mount Clare	400,000	400,000
Interest on cash deposits	181	154
Dividends on investments	56,692	49,492
	<u>£456,873</u>	<u>£449,646</u>
 3. RAISING FUNDS	 2022	 2021
	£	£
Investment management fees	<u>£6,154</u>	<u>£3,688</u>
 4. CHARITABLE ACTIVITIES	 2022	 2021
	£	£
Support of assistant chaplain	55,993	28,745
Support of music provision/student awards	450	75
Archive development	8,798	7,476
Head of College and Chaplain's Funds	2,279	2,527
Southlands Venture	2,100	-
Southlands Fund	383	11
SWF research centre	242,987	206,656
Small grants	35,234	23,136
MAST grant	234,084	86,000
Southlands College Assistant Head of College	60,000	50,000
Southlands College 150 th anniversary	26,684	-
Methodism's University College	43,778	39,836
Conferences and events	1,467	-
IAMSCU	-	244
MethEd Net	1,113	-
Faith Long-lived	30,000	-
Mount Clare Development planning	27,729	1,429
Mount Clare Temple restoration	5,764	-
Support costs	65,672	45,988
Governance costs (note 5)	10,648	10,307
	<u>£855,163</u>	<u>£502,430</u>

5. GOVERNANCE COSTS

No trustees received remuneration for their services during the year (2021: £nil).

Reimbursed travel expenses of £1,995 were paid to 3 trustees during the year (2021: travel expenses of £202 were paid to 3 trustees).

SOUTHLANDS METHODIST TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

6. ANALYSIS OF TOTAL EXPENDITURE – 2022

	Direct costs £	Grants £	Other costs £	Total £
Raising funds	-	-	6,154	6,154
Charitable activities	283,002	481,832	14,009	778,843
Support costs	65,672	-	-	65,672
Governance	10,648	-	-	10,648
	<u>£359,322</u>	<u>£481,832</u>	<u>£20,163</u>	<u>£861,317</u>

Grants totalling £206,097 were paid to Roehampton University to support students. Other grants are paid to institutions in line with the charity's objects. Support costs have been allocated to direct costs.

ANALYSIS OF TOTAL EXPENDITURE -2021

	Direct costs (including staff costs) £	Grants £	Other costs £	Total £
Raising funds	-	-	3,688	3,688
Charitable activities	215,806	219,798	10,531	446,135
Support costs	45,988	-	-	45,988
Governance	10,307	-	-	10,307
	<u>£272,101</u>	<u>£219,798</u>	<u>£14,219</u>	<u>£506,118</u>

7. STAFF COSTS

	2022 £	2021 £
Salaries	168,610	166,174
Employer's NI	16,038	4,447
Pension costs	10,833	9,922
	<u>£195,481</u>	<u>£180,543</u>

The number of employees during the year was 6 (4.5 full time equivalent employees) (2021 – 4.5) with all employee time involved in charitable activities or providing support services to charitable activities. One employee had emoluments between £60,000 - £70,000 (2021 - none). The charity's key management personnel consist of the Research Director and the Chief Executive. Payments to them amounted to £86,698 (2021 - £82,337). The pension scheme is a defined contribution scheme and has no other commitments or obligations beyond the contributions paid.

8. NET MOVEMENT IN FUNDS

	2022 £	2021 £
This is stated after charging:		
Auditor's remuneration	<u>£7,000</u>	<u>£6,500</u>

SOUTHLANDS METHODIST TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

9. INVESTMENT PROPERTY

Freehold land
and buildings
£

Valuation:

At 1 September 2021

8,345,000

Gain on revaluation

2,355,000

At 31 August 2022

£10,700,000

Net book value:

At 31 August 2022

£10,700,000

At 31 August 2021

£8,345,000

The property was transferred into Southlands Methodist Trust on 31 July 2010 and was reclassified as an investment property during that year and therefore transferred out of tangible fixed assets and recognised within investments. The property was valued at 31 August 2022 by an independent valuer at £10.7 million based on a redevelopment of the site which the charity is committed to. The Trustees believe this valuation represents the fair value of the property, taking into account its future plans.

10. OTHER INVESTMENTS

2022

2021

£

£

At 1 September 2021

2,066,011

1,823,351

Investment additions

31,001

43,000

Investment disposals

(78,457)

(158,439)

Investment (losses)/gains

(158,820)

358,099

Market value at 31 August 2022

£1,859,735

£2,066,011

Equity Fund

1,378,366

1,555,759

Corporate Bond Fund

180,802

202,085

Property Fund

300,567

308,167

£1,859,735

£2,066,011

11. TANGIBLE FIXED ASSETS

Fixtures and
fittings

Cost

At 1 September 2021

26,985

Additions

-

At 31 August 2022

26,985

Depreciation

At 1 September 2021

7,710

Charge in year

3,855

11,565

Net book value:

At 31 August 2022

£15,420

At 31 August 2021

£19,275

SOUTHLANDS METHODIST TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

12. DEBTORS	2022 £	2021 £
Accrued income	-	2,443
Prepayments	2,953	150
	<u>£2,953</u>	<u>£2,593</u>
13. CREDITORS due within one year	2022 £	2021 £
Deferred income*	66,667	66,667
Accrued expenses	34,783	15,715
Tax and social security	4,769	2,661
Pension payable	1,636	1,444
Other creditors	3,494	8,185
Grants payable	268,290	60,386
	<u>£379,639</u>	<u>£155,058</u>

*Deferred income is the same value at the beginning and end of the year. It represents rents received in advance.

14. STATEMENT OF FUNDS – 2022

	Balance at 1 September 2021 £	Income £	Expenditure £	Investment Gains/(losses) £	Balance at 31 August 2022 £
Endowment funds:					
Southlands College Fund	800,000	-	-	-	800,000
Total Endowment funds	<u>800,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>800,000</u>
General reserves	9,618,432	517,199	(861,317)	2,196,180	11,470,494
	<u>£10,418,432</u>	<u>£517,199</u>	<u>£(861,317)</u>	<u>£2,196,180</u>	<u>£12,270,494</u>

STATEMENT OF FUNDS – 2021

	Balance at 1 September 2020 £	Income £	Expenditure £	Investment Gains/(losses) £	Balance at 31 August 2021 £
Endowment funds:					
Fixed assets fund (Southlands (College))	800,000	-	-	-	800,000
Total Endowment funds	<u>800,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>800,000</u>
General reserves	9,293,541	472,910	(506,118)	358,099	9,618,432
	<u>£10,093,451</u>	<u>£472,910</u>	<u>£(506,118)</u>	<u>£358,099</u>	<u>£10,418,432</u>

SOUTHLANDS METHODIST TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

14. STATEMENT OF FUNDS (continued)

Endowment funds represent the capital value of donations received from the Southlands College Trust governed by trust deed dated 5 October 2000. The trust fund is an expendable endowment where the capital can only be spent on the express permission of the Methodist Council. Accrued interest income generated from the fund since 2010 has now been credited to the restricted fund in accordance with the trust deed.

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS	Endowment Funds £	General Funds £	Total 2022 £
Fund balances at 31 August 2022 are represented by:			
Fixed assets	800,000	11,775,155	12,575,155
Current assets	-	83,381	83,381
Current liabilities	-	(388,042)	(388,042)
Net assets	<u>£800,000</u>	<u>£11,470,494</u>	<u>£12,270,494</u>

* Endowment funds represent the capital value of donations received from the Southlands College Trust governed by trust deed dated 5 October 2000. The trust fund is an expendable endowment where the capital can only be spent on the express permission of the Methodist Council.

ANALYSIS OF NET ASSETS BETWEEN FUNDS	Endowment Funds £	General Funds £	Total 2021 £
Fund balances at 31 August 2021 are represented by:			
Fixed assets	800,000	9,630,286	10,430,286
Current assets	-	143,205	143,205
Current liabilities	-	(155,058)	(155,058)
Net assets	<u>£800,000</u>	<u>£9,618,433</u>	<u>£10,418,433</u>

16. TAXATION

The Southlands Methodist Trust is a registered charity and therefore is not liable to income tax or corporation tax on income or gains derived from its charitable activities, as they fall within the exemptions available to registered charities.

17. RELATED PARTIES

There were no related party transactions in the year or previous year to be disclosed. The Methodist Council has the ability to appoint the trustees of the charity and are therefore considered to be the ultimate controlling party of the charity.

