

**The Sisters  
of the Poor  
Child Jesus**

**Annual Report and Financial  
Statements**

31 December 2023

Company Limited by Guarantee  
Registration Number 06624629  
(England and Wales)

Charity Registration Number  
1125866

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## Reference and administrative details of the charitable company, its trustees and advisers

<b>Trustees</b>	Sister Sharon Peters Sister Mary Fitzpatrick FMM
<b>Principal address</b>	1 The Cloisters Daventry Road Southam Warwickshire CV47 1FE
<b>Company Registration Number</b>	06624629 (England and Wales)
<b>Charity Registration Number</b>	1125866
<b>Auditor</b>	Buzzacott LLP 130 Wood Street London EC2V 6DL
<b>Principal bankers</b>	HSBC Bank plc 126 The Parade Leamington Spa Warwickshire CV32 4AJ  Lloyds Bank plc 25 Gresham Street London EC2V 7HN
<b>Solicitors</b>	Pothecary Witham Weld 84 Eccleston Square London SW1V 1PX
<b>Investment managers</b>	BlackRock Investment Managers Limited 12 Throgmorton Avenue London EC2N 6DL

The trustees, who are directors of the company for the purposes of company law, present their report together with the financial statements of The Sisters of the Poor Child Jesus (the “charitable company”) for the year ended 31 December 2023.

The report has been prepared in accordance with Part 8 of the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102).

### **Introduction**

The Congregation of the Sisters of the Poor Child Jesus (the “Congregation”) is an international Roman Catholic religious congregation, founded in Aachen in Germany, where its Generalate is located. The Congregation has provinces or communities in 10 countries worldwide. The financial statements accompanying this report are the financial statements recording the assets, liabilities and transactions of The Congregation of the Sisters of the Poor Child Jesus in England.

### **Constitution**

The Sisters of the Poor Child Jesus is a company limited by guarantee, Company Registration No. 06624629 (England and Wales), and a charity registered with the Charity Commission, Charity Registration No. 1125866. The charitable company was incorporated on 19 June 2008.

### **Objects**

The Sisters of the Poor Child Jesus aims to support such charitable purposes which advance the religious and other charitable work for the time being carried on by or under the direction of the Congregation as the trustees with the approval of the Superior shall from time to time think fit.

### **Activities, specific objectives and relevant policies**

#### ***Activities and specific objectives***

The activities of the charitable company consist of caring for members of the Congregation who do its charitable work, supporting such work, and donating monies to assist the Congregation’s overseas charitable activities and other charities or organisations whose work is consistent with the charitable objects of the charitable company.

#### ***1 Caring for members of the Congregation***

In common with many religious congregations in Great Britain, the age profile of the members of the Congregation is increasing as existing members grow older and there are no new vocations.

The Congregation has an obligation, both moral and legal under Canon law, to provide care for its members, none of whom have resources of their own and all of whom have devoted a significant part of their lives to the care of the elderly, poor and marginalised in society. As the age of the Sisters within the Congregation increases so too does the need to provide increasing and increasingly expensive care for them.

**Activities, specific objectives and relevant policies (continued)**

***Activities and specific objectives (continued)***

**1 *Caring for members of the Congregation (continued)***

In this regard, the aims of the trustees over the forthcoming years are to ensure that all members of the Congregation receive the high level of care they require to provide them with the quality of life they should rightfully expect and providing this increases the overall cost of care to the Congregation. All members of the Congregation are encouraged to continue with their individual ministries for as long as their age and health allows.

**2 *Supporting the charitable work of the sisters***

This includes:

***Retreat House***

The sisters run a retreat house in Southam, Warwickshire. This is a centre for retreats and spiritual direction for groups and individuals. It is staffed by one sister and one lay woman. They are responsible for the provision of individually guided retreats and personal spiritual direction to a number of individuals. These individuals may be Catholics or members of other Christian denominations. Groups are led by the permanent staff as well as by visiting group leaders.

***Parish ministry***

Some pastoral work is undertaken by the sisters.

***Witness to spiritual and religious values***

The sisters continue to be actively involved in various ministries. Whilst an increasing age profile and smaller numbers have led to some inevitable reduction in active ministry in recent years, witnessing to spiritual and religious values remains important. These values include a life of faith, hope and prayer; care and respect for the vulnerable and weak in our society, especially the poor, children and elderly; commitment to a life of simplicity and solidarity with the poor; and the acceptance of the diminishment inherent in the process of ageing and reduction in numbers.

**3 *Relief of poverty, suffering and the promotion of education or religion in connection with the Roman Catholic faith through the provision of grants and donations***

The charitable company makes regular contributions to its Generalate for the support of the Generalate itself and the Congregation's work overseas. It also makes donations to other charities and organisations whose work is consistent with its own objects.

***Public benefit***

In formulating the charitable company's aims and in planning the work of members of the Congregation, the trustees have had regard to the general guidance published by the Charity Commission on public benefit.

**Activities, specific objectives and relevant policies (continued)**

***Raising funds***

The charitable company aims to achieve best practice in the way in which it communicates with donors and other supporters. The charitable company takes care with both the tone of its communications and the accuracy of its data to minimise the pressures on supporters. It applies best practice to protect supporters' data. The charitable company does not actively fundraise. The charitable company undertakes to react to and investigate any complaints regarding its activities for raising funds and confirms that it received no complaints about these activities during the year.

***Grants and donations***

The trustees in consultation with other members of the Congregation decide on the grants and donations it makes. In the main, the charitable company supports the work of the Congregation in overseas countries where the need is greater. However, the trustees also give financial support to charities within the United Kingdom whose work is within the objects of the charitable company.

Additionally, the trustees from time to time make donations to individuals for the relief of financial distress and suffering.

***Investment policy***

The charitable company's investments are managed by BlackRock Investment Management (UK) Limited, which operates within guidelines which are set by the trustees. There are no restrictions on the charitable company's power to invest.

The main objective of the trustees is to maximise the long-term total return of the fund while being mindful of the responsibility to manage risk.

The charitable company's portfolio is invested in the BlackRock Catholic Charities Growth and Income Fund, a registered Charity Authorised Investment Fund (CAIF). The CAIF seeks to exclude investments that are contrary to Christian ethos and teaching whilst seeking to avoid companies with significant involvement in controversial armaments (such as cluster munitions) and military related activities, pornography, tobacco and activity contrary to the sanctity of life (as defined by MSCI). The Fund also ensures that it does not engage with companies which breach International Labour Organisation policies – whether it be based on sex, disability, race, colour, religion or political opinion.

## **Achievements and performance**

### ***Review of activities***

#### **1 *Caring for members of the Congregation***

Throughout 2023 the charitable company continued to care for the members of the Congregation and to assist them in their charitable and religious work.

#### **2 *Supporting the charitable work of the sisters***

One sister continued to be involved in the running of the Retreat House, commonly referred to as "The Olde House Retreat". This sister together with a lay woman continued to provide spiritual direction to individuals and when requested retreats. When compared with 2022 the number of retreats requested increased during 2023. This year saw a further increase in the number of people who returned to 'face to face' spiritual direction. However, for those who wished spiritual direction continued via Zoom and/or telephone. The year also saw an increase in the number of people requesting spiritual direction. On average approximately forty people per month, receive spiritual direction.

#### **3 *Relief of poverty, suffering and the promotion of education or religion in connection with the Roman Catholic faith through the provision of grants and donations***

Financial contributions were made to the Congregation's Generalate in support of the Generalate itself and the Congregation's various ministries/work. Financial contributions were also made to a number of charities registered in the United Kingdom and whose work is similar to the objects of the charitable company.

While we are not a grant making charity, the trustees after careful consideration made donations to a number of charities whose work is similar to our objectives, e.g. charities that support vulnerable children and women. This allows the sisters to continue to support the type of work they once were involved in but no longer can participate due to reduced numbers and given the age and infirmities of the present members.

#### **4 *Administration***

Sr Mary Fitzpatrick resigned as bursar in September 2023 and the Daughters of Charity of St Vincent de Paul took over this work, under a support agreement.

### **Future plans**

The charity will continue to ensure that the sisters who need care will continue to receive the appropriate care needed. The trustees will also continue to review our existing community houses regarding their suitability to meet the needs of the sisters and if appropriate adaptations will be made to ensure sisters can move around safely and be independent for as long as possible.

**Future plans** (continued)

The sisters have decided to sell in 2024 Flat No. 7 The Cloisters, Southam, as it no longer required for accommodating sisters. The sale of the said flat was completed on 28<sup>th</sup> March 2024.

Sisters who are still physically active, will be encouraged and supported to remain in the wider community, continuing their ministries among the people for as long as their age and health allow. This includes the ministry of spiritual direction and retreat giving.

**Financial report for the year**

***Income and expenditure***

A summary of the year's results can be found on page 17 of the attached financial statements.

Total income for the year amounted to £ 266,318 (2022 – £265,371). The principal component of this is income from investments and bank interest of £234,610 (2022 – £222,165). Donations totalled £21,722 (2022 – £30,567) and included the pensions of individual religious received under Gift Aid compliant deeds of covenant which totalled £21,320 (2022 – £29,869). The operation of the charitable company's retreats continued throughout the year and the income from these amounted to £9,986 (2022 – £11,421).

Expenditure during the year totalled £231,397 (2022 – £246,439). The costs of supporting members of the Congregation and their ministry amounted to £122,943.(2022 – £118,550). The costs in connection with the relief of poverty, suffering and the promotion of education or religion in connection with the Roman Catholic faith through the provision of grants and donations was £ 108,454 (2022 – £127,889).

Net income before investment gains amounted to £34,921.(2022 - Net income before investment losses £18,932). After net investment gains of £ 173,765 (2022 - net investment losses £1,035,954), the net increase in funds for the year amounted to £208,686 (2022 - net decrease of £1,017,022).

***Listed investments***

At the end of the year the charitable company's investment portfolio was valued at £7,448,140 (2022 – £7,274,375) and comprised units in the BlackRock Catholic Charities Growth and Income Fund.

The investment managers continued to invest in accordance with the trustees' investment policy set out earlier in this report. Further details of the investment portfolio are included in note 10 to the attached financial statements.

The trustees believe their investment policy remains appropriate.



**Financial report for the year** (continued)

***Financial position and reserves policy***

The balance sheet shows total reserves of £8,238,480 (2022 – £8,029,794). Of this, £573,926 (2022 – £583,658) represents the net book value of the charitable company's tangible fixed assets and an equivalent amount has been designated as a tangible fixed assets fund in recognition of the fact that the assets are required for the charitable company's operations and are not available as a reserve to fund activities or meet future contingencies.

The trustees have set aside £5,016,000 (2022 – £4,950,000) in order to produce sufficient income and gains to finance the charitable company's grant making activities. This is necessary as the trustees expect that they will be called upon to provide increasing financial support to the Congregation's Generalate and the missionary work of the sisters overseas.

A further £1,300,000 (2022 – £1,500,000) has been designated by the trustees to provide for the sisters in their retirement. The value of the fund has been calculated using actuarial principles to provide for the Congregation's two sisters but is not meant to guarantee sufficient resources. It is merely an estimate designed to recognise, and make some provision for, the financial undertaking implicit in the relationship between a religious congregation and its members.

The trustees consider that a basic level of free reserves should be equivalent to several years' expenditure, to provide for contingencies and unevenness in future income.

General funds amounted to £1,148,554 at 31 December 2023 (2022 – £996,136) and comprise funds which are available, therefore, to support the work of the sisters in the future i.e. "free reserves". The trustees consider that this level of reserves is deemed appropriate and they are content that the charitable company is a going concern.

**Structure, governance and management**

***Governance***

In terms of Canon law, the Congregation is governed at an international level by the Superior General and her General Council.

In terms of civil law, the charitable company is constituted as a company limited by guarantee (Company Registration No. 06624629 (England and Wales)) and is a charity registered for charitable purposes with the Charity Commission (Charity Registration No. 1125866).

The charitable company is governed by the trustees, who are also members of the charitable company. The trustees are chosen by the Superior for their personal qualities, their understanding and experience of the ministries.

## Structure, governance and management (continued)

### **Trustees**

The trustees are appointed by the Superior. At any one time, when complete there shall not be less than three nor more than six trustees.

The following trustees were in office during the year:

#### **Trustee**

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Sister Maire Morris (deceased 17/07/2024)

Sister Sharon Peters

Sister Mary Fitzpatrick FMM

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#### **Company secretary**

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Sister Mary Fitzpatrick FMM

Appointed 9 June 2022

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No trustee received any remuneration or was reimbursed expenses for services as a trustee during 2023, nor had any beneficial interest in any contract with the charitable company, during the year.

### **Liability of the members**

In the event of the charitable company being wound up during the period of membership, or within the year following, company members are required to contribute an amount not exceeding £1.

### **Organisation**

The trustees are ultimately responsible for the policies, activities and assets of the charitable company. They meet during the year to review the developments with regard to the charitable company, its activities and make any important decisions. When necessary, the trustees seek advice and support from the charitable company's professional advisers including solicitors and accountants.

### **Statement of trustees' responsibilities**

The trustees (who are also directors of The Sisters of the Poor Child Jesus for the purposes of company law) are responsible for preparing the trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the income and expenditure of the charitable company for that period. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period.

**Structure, governance and management** (continued)

***Statement of trustees' responsibilities*** (continued)

In preparing these financial statements, the trustees are required to:

- ♦ select suitable accounting policies and then apply them consistently;
- ♦ observe the methods and principles of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102);
- ♦ make judgements and estimates that are reasonable and prudent;
- ♦ state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ♦ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the trustees confirms that:

- ♦ so far as the trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- ♦ the trustee has taken all the steps that she ought to have taken as a trustee in order to make herself aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of section 418 of the Companies Act 2006.

The trustees are responsible for the maintenance and integrity of financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

***Key management***

The trustees consider that they comprise the key management of the charitable company in charge of directing and controlling, running and operating the charitable company on a day to day basis.

## Structure, governance and management (continued)

### *Key management (continued)*

Two trustees are members of the Congregation and whilst their living and personal expenses are borne by the charitable company, they receive no remuneration or reimbursement of expenses in connection with their duties as trustees or their work as key management. From January 2023, Sr Mary Fitzpatrick, who is not a member of the Congregation of the Sisters of the Poor Child Jesus, was reimbursed for her travel expenses incurred in connection with her duties as a trustee.

### *Risk management*

In line with the requirement for trustees to undertake a risk assessment exercise and report on the same in their annual report, the trustees have looked at the risks the charitable company currently faces and have reviewed the measures already in place, or needing to be put in place, to deal with them.

The key risks for the charitable company, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- ◆ An analysis of the age profile of the members shows that the average age was 79.5 years. The trustees are aware that there is both a moral and legal obligation to care for the older members. None of the sisters have resources of their own. As the age profile increases, so too does the need to provide care for the sisters. Key elements of the management of this risk are: (a) ensuring that the charitable company has the available financial resources to finance this care both now and in the years ahead by setting aside assets in a designated fund, the value of which has been based on actuarial principles; and (b) ensuring that processes are in place to review regularly the ministries and needs of individual sisters encouraging those who need it to take on less demanding ministries and for identifying those who need extra care and help.
- ◆ The charitable company donates monies in support of the wider Congregation and other organisations. The majority of donations sent overseas are to fund projects administered directly by members of the Congregation. Whether or not the funds are used here in Great Britain or overseas, the trustees always ensure that they are fully briefed about and familiar with the work of a potential recipient of funds, that funds are transferred via bank transfer, that proof of receipt is obtained and that, wherever possible (and always in the case of monies sent overseas), a written report of how the monies have been utilised and applied is obtained from the recipient.
- ◆ The charitable company's principal asset comprises listed investments, the value of which is dependent on movements in UK and world stock markets. The investments are managed by a reputable investment manager who adheres to a policy agreed by the trustees. The trustees meet each year with the investment managers and the manager's performance and that of the portfolio are monitored. The investment strategy is assessed regularly to ensure it remains appropriate to the charitable company's needs – both now and in the future.

**Structure, governance and management** (continued)

***Risk management*** (continued)

Having assessed the major risks to which the charitable company is exposed, the trustees believe that by monitoring reserve levels, by ensuring controls exist over key financial systems, and by examining the operational and business risks faced by the charitable company, they have established effective systems to mitigate those risks.

**Employees, volunteers and members of the order**

The trustees wish to record their recognition of the professionalism and commitment of all their staff, volunteers and the individual members of the Congregation. Their dedication, enthusiasm and positive approach is very much appreciated.

Approved by the trustees of The Sisters of the Poor Child Jesus, Company Registration No. 06624629 (England and Wales) and Charity Registration No. 1125866 and signed on their behalf by:

Trustee: Sharon M Peters

Date: 29 July 2024

**Independent auditor's report to the members of The Sisters of the Poor Child Jesus**

**Opinion**

We have audited the financial statements of The Sisters of the Poor Child Jesus (the 'charitable company') for the year ended 31 December 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows, the principal accounting policies and the notes to the financial statements. 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 charitable company's affairs as at 31 December 2023 and of its income and expenditure 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 Companies Act 2006.

**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 auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 and Financial Statements, other than the financial statements and our auditor's report 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 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.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- ◆ the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- ◆ the trustees' report has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- ◆ adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- ◆ the financial statements are not in agreement with the accounting records and returns; or
- ◆ certain disclosures of trustees' remuneration specified by law are not made; or
- ◆ we have not received all the information and explanations we require for our audit; or
- ◆ the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

### **Responsibilities of trustees**

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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

### **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.

### ***How the audit was considered capable of detecting irregularities including fraud***

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- ◆ 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 the laws and regulations applicable to the charitable company through discussions with trustees and from our knowledge and experience of the charity sector;
- ◆ We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the activities of the charitable company. These included but were not limited to the Charities Act 2011, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable to the United Kingdom and Republic of Ireland (FRS 102) (effective 1 January 2019); and
- ◆ We assessed the extent of compliance with the laws and regulations identified above through making enquiries of trustees and review of minutes of trustees' meetings.



**Auditor's responsibilities for the audit of the financial statements** (continued)

***How the audit was considered capable of detecting irregularities including fraud (continued)***

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- ◆ Making enquiries of trustees as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- ◆ Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- ◆ Performed analytical procedures to identify any unusual or unexpected relationships;
- ◆ Tested and reviewed journal entries to identify unusual transactions;
- ◆ Carried out substantive testing of expenditure;
- ◆ Assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- ◆ Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- ◆ Agreeing financial statement disclosures to underlying supporting documentation;
- ◆ Reading the minutes of meetings of trustees; and
- ◆ Enquiring of as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

We did not identify any irregularities, including fraud.

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](http://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 charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Peter Mackereth, Senior Statutory Auditor  
for and on behalf of Buzzacott LLP, Statutory Auditor  
130 Wood Street  
London  
EC2V 6DL

1 August 2024

**Statement of financial activities (incorporating an Income and Expenditure account)**  
Year to 31 December 2023

	Notes	Total funds	
		2023 £	2022 £
<b>Income from:</b>			
Donations	1	<b>21,722</b>	30,567
Investments and bank interest	2	<b>234,610</b>	222,165
Charitable activities			
. Retreat house		<b>9,986</b>	11,421
Other sources			
. Surplus on disposal of tangible fixed assets		—	300
. Miscellaneous income		—	918
<b>Total income</b>		<b>266,318</b>	265,371
<b>Expenditure on:</b>			
Charitable expenditure			
. Support of members of the Congregation and their ministry	3	<b>122,943</b>	118,550
. Relief of poverty, suffering and the promotion of education or religion in connection with the Roman Catholic faith through the provision of grants and donations	5	<b>108,454</b>	127,889
<b>Total expenditure</b>		<b>231,397</b>	246,439
<b>Net income before gains (losses) on investments</b>	6	<b>34,921</b>	18,932
Net gains (losses) on investments	10	<b>173,765</b>	(1,035,954)
<b>Net income (expenditure) for the year and net movement in funds</b>		<b>208,686</b>	(1,017,022)
<b>Reconciliation of funds:</b>			
Total funds brought forward at 1 January 2023		<b>8,029,794</b>	9,046,816
<b>Total funds carried forward at 31 December 2023</b>		<b>8,238,480</b>	8,029,794

All activities of the charitable company derived from continuing operations during the above two financial periods.

All of the charitable company's funds were unrestricted in the above two financial periods.

## Balance sheet 31 December 2023

	Notes	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	9	573,926	583,658
Investments	10	7,448,140	7,274,375
		<b>8,022,066</b>	7,858,033
<b>Current assets</b>			
Debtors	11	60,092	57,650
Cash at bank and in hand		307,112	220,970
		<b>367,204</b>	278,620
<b>Liabilities</b>			
Creditors: amounts falling due within one year	12	(150,790)	(106,859)
<b>Net current assets</b>		<b>216,414</b>	171,761
<b>Total net assets</b>		<b>8,238,480</b>	8,029,794
<b>The funds of the charitable company:</b>			
Unrestricted funds			
. Tangible fixed assets fund	13	573,926	583,658
. Designated funds	14	6,316,000	6,450,000
. General fund		1,348,554	996,136
		<b>8,238,480</b>	8,029,794

Approved by the trustees of The Sisters of the Poor Child Jesus, Company Registration No. 06624629 (England and Wales) and Charity Registration No. 1125866 and signed on their behalf by:

Trustee: Sharon M Peters

Approved by the Trustees on: 29 July 2024

## Statement of cash flows Year to 31 December 2023

	Notes	2023 £	2022 £
<b>Cash flows from operating activities:</b>			
Net cash used in operating activities	A	<b>(146,026)</b>	(105,093)
<b>Cash flows from investing activities:</b>			
Investment income and bank interest received		<b>232,168</b>	219,724
Proceeds from the disposal of tangible fixed assets		—	300
Purchase of tangible fixed assets		—	—
<b>Net cash provided by investing activities</b>		<b>232,168</b>	220,024
<b>Change in cash and cash equivalents in the year</b>		<b>86,142</b>	114,931
<b>Cash and cash equivalents at 1 January 2023</b>	B	<b>220,970</b>	106,039
<b>Cash and cash equivalents at 31 December 2023</b>	B	<b>307,112</b>	220,970

Notes to the statement of cash flows for the year to 31 December 2023.

### A Reconciliation of net movement in funds to net cash used in operating activities

	2023 £	2022 £
<b>Net movement in funds (as per the statement of financial activities)</b>	<b>208,686</b>	(1,017,022)
<b>Adjustments for:</b>		
Depreciation charge	<b>9,732</b>	12,455
(Gains) losses on investments	<b>(173,765)</b>	1,035,954
Investment income and bank interest receivable	<b>(234,610)</b>	(222,165)
Surplus on disposal of tangible fixed assets	—	(300)
(Increase) decrease in debtors	—	(1,500)
Increase in creditors	<b>43,931</b>	87,485
<b>Net cash used in operating activities</b>	<b>(146,026)</b>	(105,093)

### B Analysis of cash and cash equivalents

	2023 £	2022 £
<b>Total cash and cash equivalents – Cash at bank and in hand</b>	<b>307,112</b>	220,970

No separate statement of changes in net debt has been prepared as there is no difference between the movements in cash and cash equivalents and movement in net cash (debt).

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are laid out below.

### **Basis of preparation**

These financial statements have been prepared for the year to 31 December 2023 with comparatives provided in respect to the year to 31 December 2022.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these financial statements.

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charitable companies preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

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

The financial statements are presented in sterling and are rounded to the nearest pound.

### **Critical accounting estimates and areas of judgement**

Preparation of the financial statements requires the trustees to make significant judgements and estimates.

The items in the financial statements where judgements and estimates have been made include:

- ◆ estimating the useful economic life of tangible fixed assets for the purpose of determining an annual depreciation charge;
- ◆ the assumptions applied in determining the designated fund and, in particular, the size of the Sisters' retirement fund, created in order to provide for the continuing care of members of the Congregation; and
- ◆ estimating future income and expenditure flows for the purpose of assessing going concern (see below).

### **Assessment of going concern**

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements. The trustees have made this assessment in respect to a period of at least one year from the date of approval of these financial statements.

**Assessment of going concern** (continued)

With regard to the next accounting period, the year ending 31 December 2024, the most significant areas that affect the carrying value of the assets held by the charitable company are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the trustees' report for more information).

The trustees are of the opinion that the charitable company will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the financial statements are detailed above.

**Income recognition**

Income is recognised in the period in which the charitable company has entitlement to the income, the amount of income can be measured reliably and it is probable that the income will be received.

Income comprises donations, investment income, bank interest, retreat house income, and income from other sources, including the surplus on disposal of tangible fixed assets and miscellaneous income.

Donations, including salaries and pensions of individual religious received under Gift Aid or deed of covenant, are recognised when the charitable company has confirmation of both the amount and settlement date. In the event of donations pledged but not received, the amount is accrued for where the receipt is considered probable. In the event that a donation is subject to conditions that require a level of performance before the charitable company is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charitable company and it is probable that those conditions will be fulfilled in the reporting period.

In accordance with the Charities SORP FRS 102 volunteer time is not recognised.

Income from the operation of the charitable company's retreat house is recognised to the extent that it is probable that the economic benefits will flow to the charitable company and the revenue can be reliably measured. It is measured as the fair value of the consideration received or receivable excluding any relevant discounts.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid of payable by the bank.

Investment income is recognised once the dividend or similar distribution has been declared and notification has been received of the amount due.

The surplus on the disposal of tangible fixed assets is calculated as the difference between the sale proceeds and the net book value of the relevant asset immediately prior to disposal (less any costs of disposal).

All other income is recognised to the extent that it is probable that the economic benefits will flow to the charitable company and the revenue can be measured reliably. It is measured at fair value and accounted for on an accruals basis.

### **Expenditure recognition**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charitable company to make a payment to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. The majority of expenditure is directly attributable to specific activities and any apportionment between headings is negligible. All expenditure is applied towards charitable activities and the classification between activities is as follows:

- ◆ Expenditure on the support of members of the Congregation and their ministry comprises those costs which support the members of the Congregation and which enable those members to carry out their individual ministry, the work of the charitable company in the areas of the advancement of the Roman Catholic faith, the advancement of education, the provision of healthcare and the provision of social and pastoral work.
- ◆ The provision of grants and donations to relieve poverty, suffering and promotion of education or religion in connection with the Roman Catholic faith. Such grants and donations relate, in the main, to the support of the Congregation's own work and the support of other Roman Catholic charitable organisations. Charitable grants and donations are made where the trustees believe there is a real need following a review of the details of each particular case and comprise single year payments rather than multi-year grants. Grants and donations are included in the statement of financial activities when approved for payment. Provision is made for any grants and donations approved but unpaid at the end of the financial year.

All expenditure is stated inclusive of irrecoverable VAT.

### **Support and governance costs**

Support costs represent indirect charitable expenditure. In order to carry out the primary purposes of the charitable company it is necessary to provide support in the form of personnel development, financial procedures, provision of office services and equipment and a suitable working environment.

Governance costs are the costs associated with the governance arrangements of the charitable company including audit costs and the necessary legal procedures for compliance with statutory requirements.

All expenditure on support and governance is attributed directly to the charitable activities of supporting members of the Congregation and their ministry and hence there has been no apportionment between headings. Any support and/or governance costs in relation to the provision of donations and grants is considered to be negligible.

### **Tangible fixed assets**

All assets costing more than £1,500 and with an expected useful life exceeding one year are capitalised.



**Tangible fixed assets** (continued)

♦ **Land and buildings**

Land and buildings comprise freehold and long leasehold buildings. Non-specialised freehold buildings are those designed as, and used wholly or mainly for, private residential accommodation. They are stated at cost. Such buildings are not depreciated. Their value and condition are reviewed annually by the trustees, who are satisfied that their residual value is not materially less than their book value.

Specialised freehold buildings comprise the charitable company's retreat centre. This is stated at a trustees' valuation made in 1997 based on replacement cost for existing use. Under the transitional arrangements of FRS 102, this valuation is now deemed to be cost. Depreciation is provided at 2% per annum on a straight-line basis to write the building off over its estimated useful economic life to the charitable company.

Long leasehold buildings are depreciated over length of the lease remaining at the date of acquisition.

♦ **Furniture and equipment**

Expenditure on the purchase of furniture and equipment is capitalised and depreciated over a four year period on a straight line basis.

♦ **Motor vehicles**

Expenditure on the purchase of motor vehicles is capitalised and depreciated over a four year period on a straight line basis.

**Fixed asset investments**

Listed 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 charitable company does not acquire put options, derivatives or other complex financial instruments.

As noted above the main form of financial risk faced by the charitable company 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 particular sectors or sub sectors.

Realised gains (or losses) on investment assets are calculated as the difference between disposal proceeds and their opening carrying value or their purchase value is 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 at that date. Realised and unrealised investment gains (or losses) are combined in the statement of financial activities and are credited (or debited) in the year in which they arise.

**Debtors**

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid. They have been discounted to the present value of the future cash receipt where such discounting is material.

**Cash at bank and in hand**

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition. Deposits for more than three months but less than one year have been disclosed as short term deposits. Cash placed on deposit for more than one year is disclosed as a fixed asset investment.

**Creditors and provisions**

Creditors and provisions are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Creditors and provisions are recognised at the amount the charitable company anticipates it will pay to settle the debt. They have been discounted to the present value of the future cash payment where such discounting is material.

**Fund structure**

The funds of the charitable company are unrestricted and therefore are available for use in furtherance of the charitable company's objectives at the discretion of the trustees. Within the total unrestricted funds of the charitable company are amounts representing tangible fixed assets and funds the trustees have designated for specific purposes. Details of these are provided in notes 13 and 14 respectively.

**Services provided by members of the Congregation**

For the purposes of these financial statements, no monetary value has been placed on administrative and other services provided by the members of the Congregation.

**1 Income from: Donations**

	Unrestricted funds	
	2023	2022
	£	£
Pensions of individual religious received under deed of covenant or Gift Aid	<b>21,320</b>	29,869
Other donations	<b>402</b>	698
	<b>21,722</b>	30,567

**2 Income from: Investments and bank interest**

	Unrestricted funds	
	2023	2022
	£	£
Investment income receivable	<b>234,369</b>	222,161
Bank interest	<b>241</b>	4
	<b>234,610</b>	222,165

**3 Expenditure on: Support of members of the Congregation and their ministry**

	Unrestricted funds	
	2023	2022
	£	£
Premises	<b>45,004</b>	52,338
Sisters' living and personal expenses	<b>60,656</b>	47,049
Education, training and spiritual renewal	—	1,786
Administration and support costs	<b>1,895</b>	1,619
Governance (note 4)	<b>15,388</b>	15,758
	<b>122,943</b>	118,550

**4 Governance costs**

	Unrestricted funds	
	2023	2022
	£	£
Professional fees	<b>15,388</b>	15,758

**5 Expenditure on: Relief of poverty, suffering and the promotion of education or religion in connection with the Roman Catholic faith through the provision of grants and donations**

The charitable company makes grants and donations, principally in support of the work of the Congregation and other organisations whose work is consistent with its objects.

Grants and donations during the year comprised:

	Unrestricted funds	
	2023	2022
	£	£
<b>Grants to institutions</b>		
Generalate and overseas provinces of the Sisters of the Poor Child Jesus, in support of the Congregation's overseas charitable work		
. Annual donation	50,000	75,000
Other donations of £1,000 or more		
. Franciscan Missionaries of Mary	10,000	8,500
. Catholic Trust for England and Wales	5,000	—
. Fosse food bank	1,500	—
. L'Arche	1,000	—
. Myelome Uk	1,000	—
. Lost Chord	1,000	1,000
. Emmaus Bradford	3,000	3,000
. Family Fund	2,000	3,000
. Mary's Meals	2,000	2,000
. The Medaille Trust	3,000	3,000
. Acorns Children's Hospice	2,500	2,500
. CAFOD (Catholic Agency For Overseas Development)	—	1,200
. Coventry Haven Women's Aid	3,000	3,000
. The Myton Hospices	—	5,000
. Refuge Against Domestic Violence	3,000	3,000
. St Gerard's School, Rotherham	1,000	3,000
. St Mary's School, Southam	1,500	2,000
. The Friendship Project for Children	1,000	1,000
. Action for Children	2,000	2,000
. The Honeypot Children's Charity	2,000	2,000
. The Prison Advice and Care Trust	3,000	3,000
. Marie Curie Hospice	7,000	1,000
. Bluebell Wood Children's Hospice	—	1,000
. Southam United Charity	1,000	1,000
. Galanos House, Southam	1,000	1,000
Other donations (all less than £1,000)	954	689
	<b>108,454</b>	<b>127,889</b>

**6 Net income before (losses) gains on investments**

This is stated after charging:

	2023	2022
	£	£
Staff costs (note 7)	15,318	22,207
Auditor's remuneration (including VAT)		
. Statutory audit services – current year	10,740	10,300
. Statutory audit services – previous year	440	(40)
. Other services: payroll administration and general advisory	2,772	2,664
Depreciation	9,732	12,455

## 7 Staff costs, key management and trustees' remuneration

	2023 £	2022 £
Staff costs during the year were as follows:		
Wages and salaries	15,318	22,207
Social security costs	—	—
Other pension costs	—	—
	<b>15,318</b>	<b>22,207</b>

All staff costs relate to support of members of the Congregation and their ministry.

On average, there were 1. employees during the year (2022 – 1.6 part time employees).

### Key management

The trustees consider that they comprise the key management of the charitable company in charge of directing and controlling, running and operating the charitable company on a day to day basis.

Two trustees are members of the Congregation and whilst their living and personal expenses are borne by the charitable company they receive no remuneration or reimbursement of expenses in connection with their duties as trustees or work as key management. Sr Mary Fitzpatrick, a member of the Franciscan Missionaries of Mary, has not received any remuneration or reimbursement of expenses since being appointed a trustee on 9 June 2022.

## 8 Taxation

The Sisters of the Poor Child Jesus is a registered charitable company and, therefore, is not liable to income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

## 9 Tangible fixed assets

	Freehold land and buildings		Leasehold land and buildings	Furniture and equipment	Motor vehicles	Total
	Non-specialised £	Specialised £	£	£	£	£
<b>Cost</b>						
At 1 January 2023	263,233	341,915	137,673	7,771	22,395	<b>772,987</b>
Disposals	—	—	—	—	—	—
At 31 December 2023	<b>263,233</b>	<b>341,915</b>	<b>137,673</b>	<b>7,771</b>	<b>22,395</b>	<b>772,987</b>
<b>Depreciation</b>						
At 1 January 2023	—	158,150	3,400	5,384	22,395	<b>189,329</b>
Charge for the year	—	6,838	1,700	1,194	—	<b>9,732</b>
At 31 December 2023	—	<b>164,988</b>	<b>5,100</b>	<b>6,578</b>	<b>22,395</b>	<b>199,061</b>
<b>Net book values</b>						
At 31 December 2023	263,233	176,927	132,573	1,193	—	<b>573,926</b>
At 31 December 2022	<b>263,233</b>	<b>183,765</b>	<b>134,273</b>	<b>2,387</b>	<b>—</b>	<b>583,658</b>

As permitted under FRS 102, the charitable company has continued to adopt a policy of not revaluing its tangible fixed assets.

**9 Tangible fixed assets** (continued)

It is likely that there are material differences between the open market values of the charitable company's land and buildings and their book values. The amount of such differences cannot be ascertained without incurring significant costs, which, in the opinion of trustees, is not justified in terms of the benefit to the users of the financial statements.

**10 Investments**

	2023 £	2022 £
<b>Listed investments</b>		
Fair (market) value at 1 January 2023	<b>7,274,375</b>	8,310,329
Net unrealised investment gains (losses)	<b>173,765</b>	(1,035,954)
Fair (market) value at 31 December 2023	<b>7,448,140</b>	7,274,375
Cost of listed investments at 31 December 2023	<b>7,068,292</b>	7,068,292

At 31 December 2023, the charitable company's listed investments consisted entirely of units in the BlackRock Catholic Charities Growth and Income Fund managed by BlackRock Investment Management (UK) Limited.

All listed investments were dealt in on a recognised stock exchange.

**11 Debtors**

	2023 £	2022 £
Investment income receivable	<b>58,592</b>	56,150
Other accrued income	<b>1,500</b>	1,500
	<b>60,092</b>	57,650

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

	2023 £	2022 £
Grants and donations payable	<b>137,500</b>	93,500
Accruals	<b>13,290</b>	13,359
	<b>150,790</b>	106,859

Grants and donations payable include £50,000 plus £75,000 relating to 2022. (2022 - £75,000) being a donation awarded to the Congregation's Generalate during the year and paid subsequent to the year end.

**13 Tangible fixed assets fund**

	Total 2023 £	Total 2022 £
At 1 January 2023	<b>583,658</b>	596,113
Net movements in year	<b>(9,732)</b>	(12,455)
At 31 December 2023	<b>573,926</b>	583,658

### 13 Tangible fixed assets fund (continued)

The tangible fixed assets fund represents the net book value of the charitable company's tangible fixed assets and has been established in recognition of the fact that the assets are required for the charitable company's operations and is not available as a reserve to fund activities or meet future contingencies.

### 14 Designated funds

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

	At 1 January 2023 £	New designations £	Utilisation £	At 31 December 2023 £
Retirement reserve	1,500,000	—	(200,000)	1,300,000
Grant financing fund	4,950,000	173,500	(107,500)	5,016,000
	<b>6,450,000</b>	<b>173,500</b>	<b>(307,500)</b>	<b>6,316,000</b>

  

	At 1 January 2022 £	New designations £	Utilisation £	At 31 December 2022 £
Retirement reserve	2,100,000	—	(600,000)	1,500,000
Grant financing fund	3,105,864	1,971,636	(127,500)	4,950,000
	<b>5,205,864</b>	<b>1,971,636</b>	<b>(727,500)</b>	<b>6,450,000</b>

#### Retirement reserve

The retirement reserve consists of monies set aside by the trustees in order to provide for the sisters in their retirement. The value of the fund has been calculated using actuarial principles, having regard to the resources actually available to provide for the Congregation's two sisters.

#### Grant financing fund

The grant financing fund has been designated by the trustees in order to produce sufficient total return to finance the charitable company's grant making activities. This is necessary as the trustees expect that they will be called upon to provide increasing resources to support the Congregation's Generalate and the missionary work of the sisters overseas.

### 15 Analysis of net assets between funds

	Tangible fixed assets fund £	Designated funds £	General fund £	Total funds 2023 £
Tangible fixed assets	573,926	—	—	573,926
Investments	—	6,316,000	1,132,140	7,448,140
Net current assets	—	—	216,414	216,414
	<b>573,926</b>	<b>6,316,000</b>	<b>1,348,554</b>	<b>8,238,480</b>

## 15 Analysis of net assets between funds (continued)

	<i>Tangible fixed assets fund £</i>	<i>Designated funds £</i>	<i>General fund £</i>	<i>Total funds 2022 £</i>
<i>Tangible fixed assets</i>	583,658	—	—	583,658
<i>Investments</i>	—	6,450,000	824,375	7,274,375
<i>Net current assets</i>	—	—	171,761	171,761
	<u>583,658</u>	<u>6,450,000</u>	<u>996,136</u>	<u>8,029,794</u>

The total unrealised gains as at 31 December 2023 constitute movements on revaluation and are as follows:

	<b>2023 £</b>	<b>2022 £</b>
<b>Total unrealised gains included above:</b>		
On investments	<b>379,848</b>	206,083
<b>Reconciliation of movement of unrealised gains</b>		
Unrealised gains at 1 January 2023	<b>206,083</b>	1,242,037
Net gains (losses) arising on revaluations in the year	<b>173,765</b>	(1,035,954)
Total unrealised gains at 31 December 2023	<b>379,848</b>	206,083

## 16 Liability of the members

In the event of the charitable company being wound up during the period of membership, or within the year following, company members are required to contribute an amount not exceeding £1.

## 17 Transactions with trustees and related parties

As two of the trustees are members of the Congregation, they have no resources of their own as all earnings, pensions and other income have been donated to the charitable company under a Gift Aid compliant Deed of Covenant. During the year, the total amount donated by two trustees to the charitable company was £21,320 (2022 – three trustees donated £29,869).

In addition, the charitable company received donations of monies from a trust fund set up by the parent of a trustee. The amount received during the year was £nil (2022 – £670).

Sister Mary Fitzpatrick was employed by the charity until 9 June 2021 when she was appointed a trustee. She received no remuneration from the charity following her appointment as a trustee.

Sister Mary Fitzpatrick is also a trustee of the English Province of the Institute of Franciscan Missionaries of Mary Charitable Trust (Charity Registration No. 249515) to which a donation of £10,000 was made (2022 - £8,500) (note 5). Sister Fitzpatrick was not involved in the trustees' decision to make this donation and withdrew from the trustees' meeting when approval for the donation was given.

There were no other related party transactions requiring disclosure (2022 – none).