

THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

England & Wales · Charity number 1160859

Details

Status Registered

Legal form CIO

Registered 2015-03-12

Register [View on the Charity Commission register](#)

Contact

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The Tower of London
Tower Hill
London
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Activities

Objects: 1.TO ADVANCE THE RELIGION OF THE CHURCH OF ENGLAND BY PROMOTING THE USE OF THE CHAPELS ROYAL WITHIN HM TOWER OF LONDON AS PLACES OF PUBLIC RELIGIOUS WORSHIP AND BY SUPPORTING THE CHAPLAIN IN THE EXERCISE OF HIS MINISTRY.2.WITHOUT PREJUDICE TO THE GENERALITY OF THE FOREGOING (A) TO PROVIDE A MASTER OF MUSIC, AN ASSISTANT MASTER OF MUSIC AND ORGANIST, AND A CHOIR WITH A VIEW TO ENSURING THAT THE MUSICAL CONTENT OF SERVICES IS OF THE HIGHEST QUALITY; (B) TO ADVISE AND ASSIST THE CHAPLAIN IN THE EXERCISE OF HIS MINISTRY AND IN HIS OR HER PROMOTION OF THE MISSION OF THE CHURCH OF ENGLAND; AND (C) GENERALLY TO PROVIDE FACILITIES FOR THE EDIFICATION OF THOSE ATTENDING PUBLIC RELIGIOUS SERVICES IN THE CHAPELS.3.TO RELIEVE PERSONS IN NEED WHO WORK OR WHO HAVE WORKED WITHIN HM TOWER OF LONDON AND THE DEPENDANTS IN NEED OF SUCH PERSONS.4.TO CO-OPERATE WITH HISTORIC ROYAL PALACES AND ANY OTHER ORGANISATION IN THE PRESENTATION OF THE CHAPELS TO THE PUBLIC AS PLACES OF NATIONAL HERITAGE AND HISTORIC INTEREST.5.TO MAKE GRANTS TO OTHER CHARITIES AND TO APPLY FUNDS FOR OTHER CHARITABLE PURPOSES

Activities: THE OBJECTS ARE TO:A) ADVANCE THE CHURCH OF ENGLAND AND THE CHAPELS AS PLACES OF PUBLIC WORSHIP;B) BENEFIT THOSE ATTENDING PUBLIC RELIGIOUS SERVICES IN

THE CHAPELS;C) SUPPORT THE CHAPLAIN AND THE MISSION OF THE CHURCH;D) HELP THE CHAPELS AS PLACES OF NATIONAL HERITAGE AND HISTORIC INTEREST; ANDE) MAKE GRANTS TO CHARITIES TO SUPPORT THE CHAPLAIN, THE CHAPELS AND OTHER CHARITABLE PURPOSES.

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** The Prevention Or Relief Of Poverty, Religious Activities, Arts/culture/heritage/science
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Tower Hamlets

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£297,338	£304,109	-	-
2024-08-31	£236,690	£240,205	-	-
2023-08-31	£214,125	£224,319	-	-
2022-08-31	£471,299	£207,049	-	-
2021-08-31	£158,000	£106,954	-	-
2020-08-31	£247,632	£165,519	-	-

Trustees

Name	Role	Appointed
General Sir Gordon Kenneth Messenger KCB CBE DL	Chair	2022-08-01
Alderman Sir Andrew Charles Parmley		2022-07-01
Andrew Timothy Jackson CBE		2019-07-01
CHRISTOPHER GRAHAM STAINFORTH		2017-11-16
Canon Paul Stephen Wright		2018-07-01
Gillian Fletcher		2018-07-01
Lieutenant General Sir George Pemberton Ross Norton KCVO CBE		2021-10-15
Rev ROGER JOHN HALL MBE		2015-06-09

THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

England & Wales - Charity number 1160859

Accounts

Charity registration number: 1160859

**THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION
TRUSTEES' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2025**

mca business ltd
The American Barns
Banbury Road
Lighthorne
Warwick
CV35 0AE

The HM Tower of London Chapels Royal Foundation Contents

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**The HM Tower of London Chapels Royal Foundation
Reference and Administrative Details
For The Year Ended 31 August 2025**

Trustees	General Sir Gordon Messenger KCB DSO* OBE DL, Constable - Chairman Brigadier Andrew Jackson CBE - Governor The Reverend Canon Roger Hall LVO MBE - Chaplain Lieutenant General Sir George Norton KCVO CBE Sir Andrew Parmley KStJ The Reverend Canon Paul Wright LVO Mr Christopher Stainforth FCA Ms Gillian Fletcher
Treasurer	Mr Richard Cushing
Charity Number	1160859
Principal Address	1 Tower Green HM Tower of London London EC3N 4AB
Accountants	mca business ltd The American Barns Banbury Road Lighthorne Warwick CV35 0AE
Auditors	mca Banbury Ltd Chartered Accountants and Registered Auditors The American Barns, Banbury Road Lighthorne, Warwick Warwickshire CV35 0AE
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

The HM Tower of London Chapels Royal Foundation Trustees' Report For The Year Ended 31 August 2025

The trustees present their report and the financial statements for the year ended 31 August 2025.

Objectives and Activities

Aims and Objectives

- to advance the religion of the Church of England by promoting the use of the Chapels as places of public religious worship and by supporting the Chaplain in the exercise of his ministry.
- to provide a Master of Music, an Assistant Master of Music and Organist, and a Choir with a view to ensuring that the musical content of Services is of the highest quality; to advise and assist the Chaplain in the promotion of the mission of the Church of England; and generally to provide facilities for the edification of those attending public religious services in the Chapels.
- to relieve persons in need who work or have worked within HM Tower of London and their dependents in need.
- to co-operate with Historic Royal Palaces and other organisations in the presentation of the Chapels to the public as places of national heritage and historic interest.
- to make grants to other charities and to apply funds for other charitable purposes.

Significant Activities

During the period under review the Foundation provided over 125 services in the Chapels. These services included regular Sunday services and some evening services held on feast days, as well as weddings and memorial services. In addition, there were joint services with neighbouring churches and also special services for members of other organisations, such as charities and livery companies. The Chapel Royal of St Peter ad Vincula is one of the regimental chapels of the Royal Regiment of Fusiliers, and as such provides annual commemorative or other services for members of a number of ex-service and other organisations. The Princess of Wales's Royal Regiment also have permission to use St Peter ad Vincula as one of their regimental chapels.

The Foundation provided advice to the Chaplain and supported him in his pastoral work and in the ministry which he exercises in and from the Chapels.

While Historic Royal Palaces (HRP - Charity No. 106682) maintains the physical structures and permanent fixtures of the Chapels, it is necessary for the Foundation to raise, from worshippers and supporters of the Chapels and others, the funds required to maintain the activities of the Chapels and to expand the reach of the Chapel's communities and the Chaplain's ministry. The Foundation also encourages the Chaplain in his outreach work in the London Borough of Tower Hamlets, which include some of the most deprived parts of the country. During the period under review, the Foundation extended this work by continuing a scheme for members of the congregation to support a Food Bank in Tower Hamlets.

We are most grateful for the receipt of a large donation from two American visitors. During the period, the Chapel was closed for periods due to the installation of a lift at the West door. This work, an important part of HRP's accessibility strategy, began in December 2024 and was planned to finish in April 2025. The complexity of the archaeology that was uncovered led to significant project delays and work was not completed during this reporting period. Greater accessibility will assist in the delivery of the charity's benefit. The Foundation chose to combine the donation with some of its own capital to provide funds of £100,000 to HRP in support of the work. Further donations of £1,750 were made to certain other charities and assistance was provided to some to enable them to hold services in the Chapels.

The chapel remains busy and in good heart. It has been a busy accounting year, with the usual round of weddings, baptisms, occasional services and Christmas Carol services. Concerts and other choir activities have also taken place. A highlight was the use of The Chapel of St Peter ad Vincula for the Spitalfields Festival for a Spitalfields Concert. Visitor numbers to the chapel remain high and the support from HRP and the Yeoman Warders is appreciated by everyone.

Public Benefit

When planning activities for the year, the Chaplain and the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The services exemplify faith through prayer and scripture, music and sacrament. The main services which are held in the Chapels are conducted not only for the benefit of those who work and live within the Tower of London, and for the regular extra-mural congregations, but also for the public generally, to facilitate wide public participation, arrangements are in place for members of the public to be admitted to the Tower of London free of charge if they wish only to attend services in the Chapels.

Nearly 3 million people would normally visit the Tower of London each year and a substantial number of them visit one or both of the Chapels. In so doing they experience the Chapels, not only as places of beauty and great significance in the history of the nation, but also as living places of worship.

**The HM Tower of London Chapels Royal Foundation
Trustees' Report (continued)
For The Year Ended 31 August 2025**

The trustees confirm that they have complied with the requirements of Section 17 of the Charities Act 2011 to have due regard to the Charity Commission's guidance on public benefit.

Financial Review

Financial Position

The Foundation was established in March 2015 but did not commence operating activities until immediately after the transfer of assets and undertakings of the amalgamating charities on 31 August 2015.

The principal assets acquired by the Foundation comprised the Chapel Plate, Chapel furnishings and bank balances transferred by the Council of the Chapels Royal within the HM Tower of London and the listed investments and bank balances transferred by the three other amalgamating charities. The investments have been managed as a single portfolio but regarded as comprising three sub-funds, a Choral Fund, a Benevolent Fund and a General Fund into which specified proportions of the assets of the amalgamating charities.

In aggregate the net assets transferred, principally comprising investments, amounted to some £2.304m which was received by way of donation from the amalgamating charities. During the year from 1 September 2024 to 31 August 2025, the incoming resources amounted to £297,338 (2024: £236,690) and outgoing resources to £304,109 (2024: £240,205). In addition, unrealised investment portfolio gains were incurred during the year of £56,976 (2024: £337,780).

Reserves Policy

The Foundation is largely reliant on donations from those attending services in the Chapels and others including grant making bodies and visitors to HM Tower of London to supplement the investment income arising on its listed investment portfolio held to finance the provision of services within the Chapels including the cost of the Chaplain, Master of Music and Choir.

The long-term policy is to aim to build up the investment portfolio through funding secured from additional donations and legacies so as to enable the Foundation to cover ongoing operating costs without recourse to cash reserves. At 31 August 2024 the total funds amounted to £3,856,216 (2024: £3,806,011). All funds are unrestricted but have been allocated between designated funds represented by tangible and heritage fixed assets of £268,961 (2024: £255,127), an investment reserve of £3,480,976 (2024: £3,424,000) and general reserves of £106,279 (2024: £126,884).

Heritage assets

Heritage assets are assets of historical importance held to advance the objectives of the Foundation.

These assets comprise items of ceremonial plate integral to the activities of the Chapels Royal, and are included at the valuation estimated to be an appropriate market value.

These assets are not depreciated as they are deemed to have indeterminate lives and a comparatively high residual value; regular impairment reviews are undertaken. Historic Royal Palaces displays and provides day to day care for the Heritage Assets.

Structure, Governance and Management

Governing Document

The Foundation was constituted by deed on 10 March 2015 made jointly by The Lord Chamberlain, The Constable of Her Majesty's Tower of London and The Dean of Her Majesty's Chapels Royal and became effective on 12 March 2015, the date of Registration by The Charity Commission of the Foundation as a charitable Incorporated organisation, registered number 1160859.

The Foundation was established to take over the assets of and undertakings then carried on by four charities ("the amalgamating charities") operating within HM Tower of London -The HM Tower of London Choral Foundation (Reg. No. 249306), The Association of Friends of the Chapel Royal within Her Majesty's Tower of London (Reg. No. 259429), The Constable's Fund (Reg.No. 275453) and The Council of the Chapels Royal within HM Tower of London (Reg.No.1142785).

The Trustees of each of the amalgamating charities resolved on 9 June 2015 to transfer to the Foundation the assets and undertaking of the relevant charity with effect from 31 August 2015 having obtained necessary agreement from the Charity Commission and subsequently to apply to the Commission to remove that charity from the Central Register of Charities.

The Chapels Royal within HM Tower of London ("the Chapels") comprise The Chapel Royal of St Peter ad Vincula and The Chapel Royal of St John the Evangelist.

**The HM Tower of London Chapels Royal Foundation
Trustees' Report (continued)
For The Year Ended 31 August 2025**

Trustee Selection Methods

The Foundation is governed by its members, the Trustees. The ex-officio members are The Constable, the Governor and the Chaplain. In addition there are required to be no less than two co-opted members who serve for terms of up to three years, renewable by mutual consent. In addition, the Dean of the Chapels Royal may appoint a Trustee to serve during the pleasure of the Dean.

The Foundation meets at least twice each year and is served by a Secretary. In addition, a Chapel Council subcommittee and a Fund Raising sub-committee have been established whose membership includes both Trustees and others. Both sub-committees usually meet quarterly.

In addition to the reporting requirements of the Charity Commission, the Foundation reports annually to the Comptroller of the Lord Chamberlain's Office and gives to the Comptroller such information with regard to the affairs of the Foundation as the Comptroller may request.

Other Information

Risk Management

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties relevant to the Foundation
- the establishment of policies, systems and procedures to mitigate the risks identified in the annual review
- the implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialize.

Financial sustainability is the major financial risk for the Foundation. A key element of the management of financial risk is close attention to cash flows and projected outflows while seeking to secure grants, and voluntary income including legacy pledges.

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing the financial statements the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at anytime the financial position of the charity and to enable them to ensure that the accounts comply with the Charities Act 2011, the Charities (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

**The HM Tower of London Chapels Royal Foundation
Trustees' Report (continued)
For The Year Ended 31 August 2025**

The trustees' report was approved by the board of trustees and signed on its behalf by:

Gordon Messenger

General Sir Gordon Messenger KCB DSO* OBE DL, Constable

Trustee

Date 27 May 2026

Independent Auditor's Report to the Members of The HM Tower of London Chapels Royal Foundation

Opinion

We have audited the financial statements of The HM Tower of London Chapels Royal Foundation (the "charity") for the year ended 31 August 2025 which comprise the Statement of Financial Activities (including Income and Expenditure Account), Statement of Financial Position and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

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

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least 12 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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on Which We Are Required to Report by Exception

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

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

**Independent Auditor's Report (continued)
to the Members of
The HM Tower of London Chapels Royal Foundation**

Responsibilities of Trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 2—5, 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.

Auditor's Responsibilities for the Audit of the Financial Statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with the applicable laws and regulations.

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

- Making enquiries of management 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 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 journal entries to identify unusual transactions;
- 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
- Enquiring of management 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. 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

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**Independent Auditor's Report (continued)
to the Members of
The HM Tower of London Chapels Royal Foundation**

Auditor's Responsibilities for the Audit of the Financial Statements - continued

- Conclude on the appropriateness of the trustees use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the Auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the Auditors. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We define materiality as the magnitude of misstatement in the Financial Statements that makes it probable that the economic decisions of a reasonably knowledgeable person would be changed or influenced. We use materiality both in planning and in the scope of our audit work and in evaluating the results of our work.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

Other matters

The financial statements of the charity for the year ended 31st August 2024, were not audited. We have obtained sufficient appropriate audit evidence on the comparatives presented in the financial statements for all material items, in accordance with the International Standards of Auditing (ISAs). Our audit opinion on the financial statements for the year was therefore unmodified.

Use Of Our Report

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



mca Banbury Ltd

Date 04/06/2026

mca Banbury Ltd
Chartered Accountants and Registered Auditors
The American Barns, Banbury Road
Lighthorne, Warwick
Warwickshire
CV35 0AE

**The HM Tower of London Chapels Royal Foundation
Statement of Financial Activities
For The Year Ended 31 August 2025**


	Notes	2025 Unrestricted funds £	2024 Unrestricted funds £
INCOME AND ENDOWMENTS FROM:			
Donations and legacies	4	144,052	75,359
Charitable activities	5	58,850	64,202
Investments	6	94,436	97,129
		<u>297,338</u>	<u>236,690</u>
EXPENDITURE ON:			
Raising funds	8	(971)	30
Charitable activities	8	(303,138)	(240,235)
		<u>(304,109)</u>	<u>(240,205)</u>
NET EXPENDITURE BEFORE INVESTMENT LOSSES		(6,771)	(3,515)
Net gains on investments		56,976	337,780
NET EXPENDITURE		<u>50,205</u>	<u>334,265</u>
NET MOVEMENT IN FUNDS		50,205	334,265
RECONCILIATION OF FUNDS:			
Total funds brought forward		3,806,011	3,471,746
TOTAL FUNDS CARRIED FORWARD	19	<u><u>3,856,216</u></u>	<u><u>3,806,011</u></u>

The notes on pages 11 to 18 form part of these financial statements.

**The HM Tower of London Chapels Royal Foundation
Statement of Financial Position
As At 31 August 2025**

	Notes	2025 Unrestricted funds £	2024 Total funds £
FIXED ASSETS			
Tangible Assets	13	237,461	223,627
Heritage Assets	14	31,500	31,500
Investments	15	3,480,976	3,424,000
		<u>3,749,937</u>	<u>3,679,127</u>
CURRENT ASSETS			
Debtors	16	23,812	32,093
Cash at bank and in hand		126,306	103,736
		<u>150,118</u>	<u>135,829</u>
Creditors: Amounts Falling Due Within One Year	17	<u>(43,839)</u>	<u>(8,945)</u>
NET CURRENT ASSETS (LIABILITIES)		<u>106,279</u>	<u>126,884</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,856,216</u>	<u>3,806,011</u>
NET ASSETS		<u>3,856,216</u>	<u>3,806,011</u>
FUNDS OF THE CHARITY			
Unrestricted Funds		<u>3,856,216</u>	<u>3,806,011</u>
TOTAL FUNDS	19	<u>3,856,216</u>	<u>3,806,011</u>

On behalf of the board



General Sir Gordon Messenger KCB DSO* OBE DL, Constable

Trustee

Date

27 May 2026

The notes on pages 11 to 18 form part of these financial statements.

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements

For The Year Ended 31 August 2025

1. General Information

The HM Tower of London Chapels Royal Foundation is a Charitable Incorporated Organisation (CIO) registered with the Charity Commission, registered charity number 1160859. The principal address is 1 Tower Green, HM Tower of London, London, EC3N 4AB.

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

All monetary amounts are rounded to the nearest pound.

2. Statement of Compliance

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)", Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities Act 2011.

3. Accounting Policies

3.1. Basis of Preparation of Financial Statements

The financial statements have been prepared under the historical cost convention.

The charity is a Public Benefit Entity as defined by FRS 102.

3.2. Fund Accounting

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

Designated funds comprise unrestricted funds that have been set aside by the trustees for a specific purpose.

Restricted funds are to be used for specific purposes as laid down by the donor.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

3.3. Incoming Resources

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the Foundation has received or been notified of both the amount and the date of receipt. Legacy gifts are recognised on a case by case basis following the grant of probate when the Foundation has been notified of the amount and the settlement date.

Interest and dividends are recognised when receivable; for interest this is normally on notification by the bank and for dividends on notification by the investment manager.

Income from Choir fees, Concerts and Chapel charges is recognised following the event for which the fees or charges have been made.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

**The HM Tower of London Chapels Royal Foundation
Notes to the Financial Statements (continued)
For The Year Ended 31 August 2025**

3.4. Resources Expended

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

3.5. Tangible Fixed Assets and Depreciation

The Music Library, Bible, High Altar Set and Lectern are included at cost or valuation if lower. The residual value of these assets is deemed to be similar to the lower of cost or valuation and accordingly no depreciation is charged.

The Music Library, the Bible, High Altar Set and Lectern are reviewed annually for evidence of any reduction in net realisable value.

The written down value of other tangible fixed assets is reviewed when events or circumstances indicate the written down value may not be recoverable.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rehearsal organ - 10 Years
Computer equipment - 3 Years
Vestments and chapel cloths - 15 Years

3.6. Heritage Assets

Heritage assets are included at market value which is reviewed annually for evidence of any reduction in net realisable value. Heritage assets are deemed to have a high residual value and accordingly no depreciation is charged.

3.7. Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured 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 'Gains/(losses) on investments' in the Statement of Financial Activities.

3.8. Cash and Cash Equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and deposits held at call with banks, other short-term highly liquid investments that mature in no more than three months from the date of acquisition and are readily convertible to a known amount of cash with insignificant risk of change in value, and bank overdrafts.

3.9. Financial Instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

4. Income from Donations and Legacies

	2025	2024
	Unrestricted funds	Unrestricted funds
	£	£
Donations and gifts	144,052	75,359

The HM Tower of London Chapels Royal Foundation
Notes to the Financial Statements (continued)
For The Year Ended 31 August 2025

5. Income from Charitable Activities

	2025	2024
	Unrestricted funds	Unrestricted funds
	£	£
Chapel and Choir fees	58,850	64,202

6. Investment Income

	2025	2024
	Unrestricted funds	Unrestricted funds
	£	£
Bank interest receivable	2,189	2,680
Dividends from investments	92,247	94,449
	94,436	97,129

7. Net Income/(Expenditure)

The net income is stated after charging/(crediting):

	2025	2024
	£	£
Depreciation of tangible fixed assets - owned	1,942	1,942

8. Analysis of Expenditure

	Activities undertaken directly	Support costs (see note 9)	2025
	£	£	Total
			£
Raising funds	971	-	971
Chapel and Choir fees	-	303,138	303,138
	971	303,138	304,109

	Activities undertaken directly	Grant funding of activities	Support costs (see note 9)	2024
	£	£	£	Total
				£
Raising funds	(30)	-	-	(30)
Chapel and Choir fees	-	6,373	233,862	240,235
	(30)	6,373	233,862	240,205

The HM Tower of London Chapels Royal Foundation
Notes to the Financial Statements (continued)
For The Year Ended 31 August 2025

9. Support Costs

	2025
	Chapel and Choir fees
	£
Employee costs:	
Wages and salaries	7,713
Trustees' salaries	12,372
Trustees' NI	779
Trustees' pension - defined contribution schemes	184
General administration:	
Charitable donations	101,750
Other costs	10,089
Choir Fees	110,112
Music Expenses	923
Master of music fees	52,544
Depreciation:	
Depreciation	1,942
Governance costs:	
Accountancy fees	4,730
	303,138
	303,138
	2024
	Chapel and Choir fees
	£
Employee costs:	
Wages and salaries	7,046
Trustees' salaries	13,267
Trustees' NI	308
Trustees' pension - defined contribution schemes	220
General administration:	
Other costs	28,698
Choir Fees	156,261
Music Expenses	1,073
Master of music fees	22,347
Depreciation:	
Depreciation	1,942
Governance costs:	
Accountancy fees	2,700
	233,862
	233,862

The HM Tower of London Chapels Royal Foundation
Notes to the Financial Statements (continued)
For The Year Ended 31 August 2025

10. Auditor's Remuneration

Remuneration received by the charity's auditors and their associates during the year was as follows:

	2025	2024
	£	£
Audit Services		
Audit of the company's financial statements	2,880	-
Other Services		
Other assurance services	-	2,700
Other non-audit services	1,824	288
	<u>1,824</u>	<u>2,988</u>

11. Staff Costs

Staff costs were as follows:

	2025	2024
	£	£
Wages and salaries	20,085	20,313
Social security costs	779	308
Other pension costs	184	220
	<u>21,048</u>	<u>20,841</u>

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

12. Average Number of Employees

Average number of employees during the year was: 12 (2024: 7)

13. Tangible Assets

	Land & Property			
	Music Library	Bible	High altar set	Vestments and church cloths
	£	£	£	£
Cost				
As at 1 September 2024	35,000	2,430	159,600	11,583
Additions	-	-	-	-
As at 31 August 2025	<u>35,000</u>	<u>2,430</u>	<u>159,600</u>	<u>11,583</u>
Depreciation				
As at 1 September 2024	-	-	-	1,942
Provided during the period	-	-	-	1,942
As at 31 August 2025	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,884</u>
Net Book Value				
As at 31 August 2025	<u>35,000</u>	<u>2,430</u>	<u>159,600</u>	<u>7,699</u>
As at 1 September 2024	<u>35,000</u>	<u>2,430</u>	<u>159,600</u>	<u>9,641</u>

The HM Tower of London Chapels Royal Foundation
Notes to the Financial Statements (continued)
For The Year Ended 31 August 2025

	Equipment, fixtures & fittings	Total
	£	£
Cost		
As at 1 September 2024	16,956	225,569
Additions	15,776	15,776
As at 31 August 2025	<u>32,732</u>	<u>241,345</u>
Depreciation		
As at 1 September 2024	-	1,942
Provided during the period	-	1,942
As at 31 August 2025	<u>-</u>	<u>3,884</u>
Net Book Value		
As at 31 August 2025	<u>32,732</u>	<u>237,461</u>
As at 1 September 2024	<u>16,956</u>	<u>223,627</u>

14. Heritage Assets

	Gold Plate
	£
Cost	
As at 1 September 2024	31,500
As at 31 August 2025	<u>31,500</u>
Net Book Value	
As at 31 August 2025	<u>31,500</u>
As at 1 September 2024	<u>31,500</u>

The Heritage Assets comprise items of gold plate dating back the 16th and 17th centuries and are held at market value. These items are of significant historical importance and are held by the charity to advance its objectives.

15. Investments

	Listed
	£
Cost or Valuation	
As at 1 September 2024	3,424,000
Revaluations	56,976
As at 31 August 2025	<u>3,480,976</u>
Provision	
As at 1 September 2024	-
As at 31 August 2025	<u>-</u>
Net Book Value	
As at 31 August 2025	<u>3,480,976</u>
As at 1 September 2024	<u>3,424,000</u>

The HM Tower of London Chapels Royal Foundation
Notes to the Financial Statements (continued)
For The Year Ended 31 August 2025

	2025	2024
	£	£
Equities	392,498	2,548,842
Property	2,502,272	120,302
Fixed Income	130,210	407,109
Alternative Investments	417,352	271,332
Liquid Assets	38,644	76,415
	3,480,976	3,424,000
	3,480,976	3,424,000

16. Debtors

	2025	2024
	£	£
Due within one year		
Other debtors	23,812	32,093
	23,812	32,093
	23,812	32,093

17. Creditors: Amounts Falling Due Within One Year

	2025	2024
	£	£
Trade creditors	-	3,647
Taxation and social security	-	2,624
Accruals and deferred income	43,839	2,674
	43,839	8,945
	43,839	8,945

18. Pension Commitments

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund.

During the year the charge to the statement of financial activities in respect of defined contribution schemes was £184 (2024: £220).

At the statement of financial position date contributions of £NIL were due to the fund and are included in creditors.

19. Movement in Funds

	As at 1 September 2024	Income	Expenditure	Transfers	As at 31 August 2025
	£	£	£	£	£
Unrestricted funds					
General:					
General unrestricted fund	126,884	205,091	(301,197)	75,501	106,279
Designated:					
Designated Fund	3,679,127	92,247	54,064	(75,501)	3,749,937
	3,806,011	297,338	(247,133)	-	3,856,216
Total unrestricted funds	3,806,011	297,338	(247,133)	-	3,856,216
Total funds	3,806,011	297,338	(247,133)	-	3,856,216
	3,806,011	297,338	(247,133)	-	3,856,216

The HM Tower of London Chapels Royal Foundation
Notes to the Financial Statements (continued)
For The Year Ended 31 August 2025

	As at 1 September 2023	Income	Expenditure	Transfers	As at 31 August 2024
	£	£	£	£	£
Unrestricted funds					
General:					
General unrestricted fund	203,457	142,241	(238,293)	19,479	126,884
Designated:					
Designated Fund	3,268,289	94,449	335,868	(19,479)	3,679,127
Total unrestricted funds	<u>3,471,746</u>	<u>236,690</u>	<u>97,575</u>	<u>-</u>	<u>3,806,011</u>
Total funds	<u>3,471,746</u>	<u>236,690</u>	<u>97,575</u>	<u>-</u>	<u>3,806,011</u>

20. Transactions with Trustees

The following trustees have been paid remuneration or have received other benefits from the charity or related entity:

Name of trustee	Legal authority	Remuneration	Pension Contributions	2025 Total
		£	£	£
Reverend Roger Hall MBE	Governing document provision	13,151	184	13,335

During the previous year the following trustees have been paid remuneration or have received other benefits from the charity or a related entity:

Name of trustee	Legal authority	Remuneration	Pension Contributions	2024 Total
		£	£	£
Reverend Roger Hall MBE	Governing document provision	13,575	220	13,795

During the year the expenses reimbursed to the trustees or paid directly to third parties were as follows:

	2025	2024
	£	£
Travel	392	62

21. Related Party Disclosures

During the year, the charity paid £100,098 (2024: £100) to Historic Royal Palaces, a charity connected to trustees of the charity, for the provision of services and donating to major development works. The charity also received income of £16,842 (2024: £10,740) from the same related party in respect of Carol services. The transactions were undertaken on normal commercial terms. No balances were outstanding at the balance sheet date.

**The HM Tower of London Chapels Royal Foundation
Detailed Statement of Financial Activities
For The Year Ended 31 August 2025**

	2025	2024
	Total funds	Total funds
	£	£
INCOME AND ENDOWMENTS FROM:		
Donations and legacies		
Donations and gifts	144,052	75,359
	<u>144,052</u>	<u>75,359</u>
Charitable Activities:		
Chapel and Choir fees		
Income from charitable activities	58,850	64,202
	<u>58,850</u>	<u>64,202</u>
Investments		
Investment Income	92,247	94,449
Interest receivable	2,189	2,680
	<u>94,436</u>	<u>97,129</u>
	<u>297,338</u>	<u>236,690</u>
EXPENDITURE ON:		
Raising funds		
Administration of the investments	(971)	30
	<u>(971)</u>	<u>30</u>
Charitable Activities:		
Chapel and Choir fees		
Grants to institutions	-	(6,373)
Wages and salaries	(7,713)	(7,046)
Trustees' salaries	(12,372)	(13,267)
Trustees' NI	(779)	(308)
Trustees' pension - defined contribution schemes	(184)	(220)
Charitable donations	(101,750)	-
Other costs	(10,089)	(28,698)
Choir Fees	(110,112)	(156,261)
Music Expenses	(923)	(1,073)
Master of music fees	(52,544)	(22,347)
Depreciation	(1,942)	(1,942)
Accountancy fees	(4,730)	(2,700)
	<u>(303,138)</u>	<u>(240,235)</u>
	<u>(304,109)</u>	<u>(240,205)</u>
	<u>(6,771)</u>	<u>(3,515)</u>
NET EXPENDITURE BEFORE INVESTMENT LOSSES		
Net gains on investments		
Surplus on revaluation of investments	56,976	337,780
	<u>56,976</u>	<u>337,780</u>
	<u>50,205</u>	<u>334,265</u>
NET INCOME	<u>50,205</u>	<u>334,265</u>

**The HM Tower of London Chapels Royal Foundation
Detailed Statement of Financial Activities (continued)
For The Year Ended 31 August 2025**

THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

England & Wales - Charity number 1160859

Accounts

Charity registration number: 1160859

The HM Tower of London Chapels Royal Foundation

Annual Report and Financial Statements

for the Year Ended 31 August 2024

The HM Tower of London Chapels Royal Foundation

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The HM Tower of London Chapels Royal Foundation

Reference and Administrative Details

Trustees	General Sir Gordon Messenger KCB DSO* OBE DL, Constable, Chairman Brigadier Andrew Jackson CBE, Governor The Reverend Canon Roger J Hall MBE, Chaplain Mr Christopher G Stainforth FCA Ms Gillian Fletcher The Reverend Canon Paul S Wright Lieutenant General Sir George Norton KCVO CBE Sir Andrew C Parmley KStJ
Charity Registration Number	1160859
Principal Office	1 Tower Green, HM Tower of London London EC3N 4AB
Independent Examiner	Mca Banbury Limited 4 - 6 The Wharf Centre Warwick Warwickshire CV34 5LB
Investment Manager	Sarasin & Partners LLP Juxon House, 100 St Paul's Churchyard, London, EC4M 8BU
Bankers	CAF Bank limited 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ

The HM Tower of London Chapels Royal Foundation

Trustees' Report

The members of The HM Tower of London Chapels Royal Foundation ("The Foundation") who are also the trustees of the Foundation for the purposes of the Charities Acts, have pleasure in presenting their report and financial statements for the year ended 31 August 2024. The Financial Statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the Foundation's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Objectives and activities

Objects and aims

- a) to advance the religion of the Church of England by promoting the use of the Chapels as places of public religious worship and by supporting the Chaplain in the exercise of his ministry.
- b) to provide a Master of Music, an Assistant Master of Music and Organist, and a Choir with a view to ensuring that the musical content of Services is of the highest quality; to advise and assist the Chaplain in the promotion of the mission of the Church of England; and generally to provide facilities for the edification of those attending public religious services in the Chapels.
- c) to relieve persons in need who work or have worked within HM Tower of London and their dependents in need.
- d) to co-operate with Historic Royal Palaces and other organisations in the presentation of the Chapels to the public as places of national heritage and historic interest.
- e) to make grants to other charities and to apply funds for other charitable purposes.

Activities for achieving objectives

During the period under review the Foundation provided over 125 services in the Chapels. These services included regular Sunday services and some evening services held on feast days, as well as weddings and memorial services. In addition, there were joint services with neighbouring churches and also special services for members of other organisations, such as charities and livery companies. The Chapel Royal of St Peter ad Vincula is one of the regimental chapels of the Royal Regiment of Fusiliers, and as such provides annual commemorative or other services for members of a number of ex-service and other organisations. The Princess of Wales's Royal Regiment also have permission to use St Peter ad Vincula as one of their regimental chapels.

The Foundation provided advice to the Chaplain and supported him in his pastoral work and in the ministry which he exercises in and from the Chapels.

While Historic Royal Palaces (Charity No. 106682) maintains the physical structures and permanent fixtures of the Chapels, it is necessary for the Foundation to raise, from worshippers and supporters of the Chapels and others, the funds required to maintain the activities of the Chapels and to expand the reach of the Chapel's communities and the Chaplain's ministry. The Foundation also encourages the Chaplain in his outreach work in the London Borough of Tower Hamlets, which include some of the most deprived parts of the country. During the period under review, the Foundation extended this work by continuing a scheme for members of the congregation to support a Food Bank in Tower Hamlets.

The HM Tower of London Chapels Royal Foundation

Trustees' Report (continued)

During the period, the Foundation made provision for grants of £6,000 to certain other charities and also provided assistance to some charities to enable them to hold services in the Chapels.

As part of Historic Royal Palaces, the Tower of London benefited from a continued increase in the number of both domestic and international visitors this year. The trend remains positive, with the total of visitors expected to continue rising.

The chapel remains busy and in good heart. It has been a busy accounting year, with the usual round of weddings, baptisms, occasional services and Christmas Carol services. Concerts and other choir activities have also taken place. A highlight was the use of The Chapel of St Peter ad Vincula for the Spitalfields Festival for a Spitalfields Concert. Visitor numbers to the chapel remain high and the support from HRP and the Yeoman Warders is appreciated by everyone.

Public benefit

When planning activities for the year, the Chaplain and the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The services exemplify faith through prayer and scripture, music and sacrament. The main services which are held in the Chapels are conducted not only for the benefit of those who work and live within the Tower of London, and for the regular extra-mural congregations, but also for the public generally, to facilitate wide public participation, arrangements are in place for members of the public to be admitted to the Tower of London free of charge if they wish only to attend services in the Chapels.

Nearly 3 million people would normally visit the Tower of London each year and a substantial number of them visit one or both of the Chapels. In so doing they experience the Chapels, not only as places of beauty and great significance in the history of the nation, but also as living places of worship.

Financial review

The Foundation was established in March 2015 but did not commence operating activities until immediately after the transfer of assets and undertakings of the amalgamating charities on 31 August 2015.

The principal assets acquired by the Foundation comprised the Chapel Plate, Chapel furnishings and bank balances transferred by the Council of the Chapels Royal within the HM Tower of London and the listed investments and bank balances transferred by the three other amalgamating charities. The investments have been managed as a single portfolio but regarded as comprising three sub-funds, a Choral Fund, a Benevolent Fund and a General Fund into which specified proportions of the assets of the amalgamating charities.

The HM Tower of London Chapels Royal Foundation

Trustees' Report (continued)

In aggregate the net assets transferred, principally comprising investments, amounted to some £2.304m which was received by way of donation from the amalgamating charities. During the year from 1 September 2023 to 31 August 2024, the incoming resources amounted to £236,690 (2023: £214,215) and outgoing resources to £240,205 (2023: £224,319). In addition, unrealised investment portfolio gains were incurred during the year of £337,780 (2023: unrealised losses of £46,339).

Income was enhanced by the use of the goodbox contactless donation system, to reduce the administration of donations received and to allow for a more seamless donation experience for chapel users.

A Stewardship campaign continued during the period to encourage a direct debit method of regular individual giving via GAF. It is hoped that this will grow steadily and both provide regular income with reduced administration.

Reserves policy

The Foundation is largely reliant on donations from those attending services in the Chapels and others including grant making bodies and visitors to HM Tower of London to supplement the investment income arising on its listed investment portfolio held to finance the provision of services within the Chapels including the cost of the Chaplain, Master of Music and Choir.

The long-term policy is to aim to build up the investment portfolio through funding secured from additional donations and legacies so as to enable the Foundation to cover ongoing operating costs without recourse to cash reserves. At 31 August 2024 the total funds amounted to £3,806,011 (2023: £3,471,746). All funds are unrestricted but have been allocated between designated funds represented by tangible and heritage fixed assets of £255,127 (2023: £257,069), an investment reserve of £3,424,000 (2023: £3,011,220) and general reserves of £126,884 (2023: £203,457).

Heritage assets

Heritage assets are assets of historical importance held to advance the objectives of the Foundation.

These assets comprise items of ceremonial plate integral to the activities of the Chapels Royal, and are included at the valuation estimated to be an appropriate market value.

These assets are not depreciated as they are deemed to have indeterminate lives and a comparatively high residual value; regular impairment reviews are undertaken. Historic Royal Palaces displays and provides day to day care for the Heritage Assets.

Structure, governance and management

Constitution

The Foundation was constituted by deed on 10 March 2015 made jointly by The Lord Chamberlain, The Constable of Her Majesty's Tower of London and The Dean of Her Majesty's Chapels Royal and became effective on 12 March 2015, the date of Registration by The Charity Commission of the Foundation as a charitable incorporated organisation, registered number 1160859.

The HM Tower of London Chapels Royal Foundation

Trustees' Report (continued)

The Foundation was established to take over the assets of and undertakings then carried on by four charities ("the amalgamating charities") operating within HM Tower of London -The HM Tower of London Choral Foundation (Reg. No. 249306), The Association of Friends of the Chapel Royal within Her Majesty's Tower of London (Reg. No. 259429), The Constable's Fund (Reg.No. 275453) and The Council of the Chapels Royal within HM Tower of London (Reg.No.1142785).

The Trustees of each of the amalgamating charities resolved on 9 June 2015 to transfer to the Foundation the assets and undertaking of the relevant charity with effect from 31 August 2015 having obtained necessary agreement from the Charity Commission and subsequently to apply to the Commission to remove that charity from the Central Register of Charities.

The Chapels Royal within HM Tower of London ("the Chapels") comprise The Chapel Royal of St Peter ad Vincula and The Chapel Royal of St John the Evangelist.

Governance

The Foundation is governed by its members, the Trustees. The ex-officio members are The Constable, the Governor and the Chaplain. In addition there are required to be no less than two co-opted members who serve for terms of up to three years, renewable by mutual consent. In addition, the Dean of the Chapels Royal may appoint a Trustee to serve during the pleasure of the Dean.

The Foundation meets at least twice each year and is served by a Secretary. In addition, a Chapel Council subcommittee and a Fund Raising sub-committee have been established whose membership includes both Trustees and others. Both sub-committees usually meet quarterly.

In addition to the reporting requirements of the Charity Commission, the Foundation reports annually to the Comptroller of the Lord Chamberlain's Office and gives to the Comptroller such information with regard to the affairs of the Foundation as the Comptroller may request.

Risk Management

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties relevant to the Foundation
- the establishment of policies, systems and procedures to mitigate the risks identified in the annual review
- the implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialize.

Financial sustainability is the major financial risk for the Foundation. A key element of the management of financial risk is close attention to cash flows and projected outflows while seeking to secure grants, and voluntary income including legacy pledges.

The HM Tower of London Chapels Royal Foundation

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice). The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any 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 charity will continue in operation

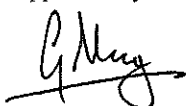
The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Constitution. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that the Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Approved by the trustees of the charity on 29 May 25 and signed on its behalf by:



General Sir Gordon Messenger KCB DSO* OBE DL, Constable, Chairman
Trustee

The HM Tower of London Chapels Royal Foundation

Independent Examiner's Report to the trustees of The HM Tower of London Chapels Royal Foundation

I report to the trustees on my examination of the accounts of The HM Tower of London Chapels Royal Foundation for the year ended 31 August 2024.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

Responsibilities and basis of report

As the charity trustees of The HM Tower of London Chapels Royal Foundation you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the The HM Tower of London Chapels Royal Foundation's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of The HM Tower of London Chapels Royal Foundation as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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



.....
Martin Cox FCA

Mca Banbury Limited
4 - 6 The Wharf Centre
Warwick
Warwickshire
CV34 5LB

Date: 13th Jan 2025

The HM Tower of London Chapels Royal Foundation

Statement of Financial Activities for the Year Ended 31 August 2024

	Note	Unrestricted funds £	Total 2024 £
Income and Endowments from:			
Donations and legacies		75,359	75,359
Charitable activities		64,202	64,202
Investment income	4	97,129	97,129
Total income		236,690	236,690
Expenditure on:			
Raising funds		30	30
Charitable activities		(240,235)	(240,235)
Total expenditure		(240,205)	(240,205)
Gains/losses on investment assets		337,780	337,780
Net income		334,265	334,265
Net movement in funds		334,265	334,265
Reconciliation of funds			
Total funds brought forward		3,471,746	3,471,746
Total funds carried forward	17	3,806,011	3,806,011
	Note	Unrestricted funds £	Total 2023 £
Income and Endowments from:			
Donations and legacies		84,023	84,023
Charitable activities		41,726	41,726
Investment income	4	88,376	88,376
Total income		214,125	214,125
Expenditure on:			
Raising funds		50	50
Charitable activities		(224,369)	(224,369)
Total expenditure		(224,319)	(224,319)
Gains/losses on investment assets		(46,339)	(46,339)
Net expenditure		(56,533)	(56,533)
Net movement in funds		(56,533)	(56,533)
Reconciliation of funds			
Total funds brought forward		3,528,279	3,528,279
Total funds carried forward	17	3,471,746	3,471,746

All of the charity's activities derive from continuing operations during the above two periods.

The HM Tower of London Chapels Royal Foundation

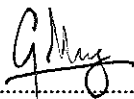
(Registration number: 1160859)
Balance Sheet as at 31 August 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	11	223,627	225,569
Heritage assets	12	31,500	31,500
Investments	13	3,424,000	3,011,220
		3,679,127	3,268,289
Current assets			
Debtors	14	32,092	44,228
Cash at bank and in hand	15	103,736	166,674
		135,828	210,902
Creditors: Amounts falling due within one year	16	(8,944)	(7,445)
Net current assets		126,884	203,457
Net assets		3,806,011	3,471,746
Funds of the charity:			
Unrestricted income funds			
Unrestricted funds		3,806,011	3,471,746
Total funds	17	3,806,011	3,471,746

The Trustees acknowledge their responsibilities for complying with the requirements of the Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008 with respect to accounting records and the preparation of financial statements.

The charity's financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

The financial statements on pages 8 to 20 were approved by the trustees, and authorised for issue on 29 May 25 and signed on their behalf by:



.....
General Sir Gordon Messenger KCB DSO* OBE DL, Constable, Chairman
Trustee

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The HM Tower of London Chapels Royal Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the Foundation has received or been notified of both the amount and the date of receipt. Legacy gifts are recognised on a case by case basis following the grant of probate when the Foundation has been notified of the amount and the settlement date.

Interest and dividends are recognised when receivable; for interest this is normally on notification by the bank and for dividends on notification by the investment manager.

Income from Choir fees, Concerts and Chapel charges is recognised following the event for which the fees or charges have been made.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

Investment income

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured 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 'Gains/(losses) on investments' in the Statement of Financial Activities.

Expenditure Recognition

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Tangible fixed assets, heritage asset and depreciation

Heritage assets are included at market value. Heritage assets are deemed to have a high residual value and accordingly no depreciation is charged.

The Music Library, Bible, High Altar Set and Lectern are included at cost or valuation if lower. The residual value of these assets is deemed to be similar to the lower of cost or valuation and accordingly no depreciation is charged.

The Heritage assets, the Music Library, the Bible, High Altar Set and Lectern are reviewed annually for evidence of any reduction in net realisable value. The written down value of other tangible fixed assets is reviewed when events or circumstances indicate the written down value may not be recoverable.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rehearsal organ - 10 Years
Computer equipment - 3 Years
Vestments and chapel cloths - 15 Years

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Further details of each fund are given in note 17

2 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Donations	75,359	75,359
Total for 2024	<u>75,359</u>	<u>75,359</u>
Total for 2023	<u>84,023</u>	<u>84,023</u>

3 Income from charitable activities

	Unrestricted funds General £	Total funds £
Chapel and Choir fees	64,202	64,202
Total for 2024	<u>64,202</u>	<u>64,202</u>
Total for 2023	<u>41,726</u>	<u>41,726</u>

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

4 Investment income

	Unrestricted funds Designated £	General £	Total funds £
Interest Receivable	-	2,680	2,680
Investment Income	94,449	-	94,449
Total for 2024	94,449	2,680	97,129
Total for 2023	87,286	1,090	88,376

5 Expenditure on raising funds

Investment management costs

	Note	Unrestricted funds Designated £	Total funds £
Administration of the investments		(30)	(30)
Total for 2024		(30)	(30)
Total for 2023		(50)	(50)
			Total costs £

6 Expenditure on charitable activities

	Note	Unrestricted funds Designated £	General £	Total funds £
Grant funding of activities		-	6,373	6,373
Staff costs		-	20,841	20,841
Allocated support costs		1,942	208,379	210,321
Governance costs		-	2,700	2,700
Total for 2024		1,942	238,293	240,235
Total for 2023		1,942	222,427	224,369

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

7 Analysis of governance and support costs

Allocated support costs

	Choir fees and expenses £	Master of Music fees £	Music expenses £	Other costs £
Support costs	156,261	22,347	1,073	28,698
Total for 2024	<u>156,261</u>	<u>22,347</u>	<u>1,073</u>	<u>28,698</u>
Total for 2023	<u>131,751</u>	<u>48,244</u>	<u>3,477</u>	<u>14,790</u>
				Total funds £
Support costs				208,379
Total for 2024				<u>208,379</u>
Total for 2023				<u>198,262</u>

Governance costs

	Unrestricted funds General £	Total funds £
Examiner fees	2,700	2,700
Total for 2024	<u>2,700</u>	<u>2,700</u>
Total for 2023	<u>3,900</u>	<u>3,900</u>

8 Grant-making

Grants paid

	2024 £	2023 £
Analysis		
Grants to charities	6,000	3,000
Grants to individuals	373	626
	<u>6,373</u>	<u>3,626</u>

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

9 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

During the year, the Reverend Canon Roger J Hall MBE received in respect of his role of Chaplain of the HM Tower of London Chapel Royal, Chaplain stipend payments totalling £13,267 (2023: £10,910). In addition, pension contributions were made to a defined contribution scheme of £220 (2023: £163). No other Trustee received any remuneration or benefits in kind. Travel expenses of £62 were paid to one trustee during the year (2023: £52), (2022: £nil).

10 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
Staff costs during the year were:		
Wages and stipends	20,621	16,660
Other pension costs	220	163
	20,841	16,823

The monthly average number of persons employed by the charity during the year expressed as full time equivalents was as follows:

	2024 No	2023 No
The average number of persons employed by the charity during the were as follows:	7	5

Contributions to the employee pension schemes for the year totalled £220 (2023 - £163).

No employee received emoluments of more than £60,000 during the year.

11 Tangible fixed assets

	Music library £	Vestments and church cloths £	Bible £	High altar set £	Lectern £
Cost					
At 1 September 2023	35,000	11,583	2,430	159,600	16,956
At 31 August 2024	35,000	11,583	2,430	159,600	16,956

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

	Music library £	Vestments and church cloths £	Bible £	High altar set £	Lectern £
Depreciation					
Charge for the year	-	1,942	-	-	-
At 31 August 2024	-	1,942	-	-	-
Net book value					
At 31 August 2024	<u>35,000</u>	<u>9,641</u>	<u>2,430</u>	<u>159,600</u>	<u>16,956</u>
At 31 August 2023	<u>35,000</u>	<u>11,583</u>	<u>2,430</u>	<u>159,600</u>	<u>16,956</u>

12 Heritage assets

	Gold plate £	Total £
Market value		
At 1 September 2023	<u>31,500</u>	<u>31,500</u>
At 31 August 2024	31,500	31,500
Depreciation		
At 31 August 2024	-	-
Net book value		
At 31 August 2024	<u>31,500</u>	<u>31,500</u>

Summary of transactions

The Heritage Assets comprise items of gold plate dating back the 16th and 17th centuries and are held at market value. These items are of significant historical importance and are held by the charity to advance its objectives.

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

13 Fixed asset investments

Fixed asset investments

		Listed securities	
		£	
Market value			
At 1 September 2023		3,011,220	
Revaluation		337,780	
Additions		75,000	
At 31 August 2024		<u>3,424,000</u>	
Net book value			
At 31 August 2024		<u>3,424,000</u>	
At 31 August 2023		<u>3,011,220</u>	
	Investments at fair value comprise	2024	2023
	Note	£	£
Equities		2,548,842	2,015,108
Property		120,302	123,334
Fixed income		407,109	438,485
Alternative Investments		271,332	279,105
Liquid Assets		76,415	155,188
		<u>3,424,000</u>	<u>3,011,220</u>

14 Debtors

		2024	2023
		£	£
Prepayments		27,539	25,726
Other debtors		4,553	18,502
		<u>32,092</u>	<u>44,228</u>

15 Cash and cash equivalents

		2024	2023
		£	£
Cash at bank		<u>103,736</u>	<u>166,674</u>

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

16 Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	3,646	-
Other taxation and social security	2,624	1,771
Accruals	2,674	5,674
	8,944	7,445

17 Funds

	Balance at 1 September 2023 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £
Unrestricted funds					
General	203,457	142,241	(238,293)	19,479	-
Designated	3,268,289	94,449	(1,912)	(19,479)	337,780
Total funds	3,471,746	236,690	(240,205)	-	337,780

**Balance at 31
August 2024
£**

Unrestricted funds

General					126,884
Designated					3,679,127
Total funds					3,806,011

	Balance at 1 September 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £
Unrestricted funds					
General	211,710	126,839	(222,427)	87,335	-
Designated	3,316,569	87,286	(1,892)	(87,335)	(46,339)
Total funds	3,528,279	214,125	(224,319)	-	(46,339)

The HM Tower of London Chapels Royal Foundation

Notes to the Financial Statements for the Year Ended 31 August 2024 (continued)

	Balance at 31 August 2023 £
Unrestricted funds	
General	203,457
Designated	<u>3,268,289</u>
Total funds	<u><u>3,471,746</u></u>

18 Analysis of net assets between funds

	Unrestricted funds		Total funds at 31 August 2024 £
	General £	Designated £	
Tangible fixed assets	-	223,627	223,627
Heritage assets	-	31,500	31,500
Fixed asset investments	-	3,424,000	3,424,000
Current assets	135,828	-	135,828
Current liabilities	(8,944)	-	(8,944)
Total net assets	<u>126,884</u>	<u>3,679,127</u>	<u>3,806,011</u>
	Unrestricted funds		Total funds at 31 August 2023 £
	General £	Designated £	
Tangible fixed assets	-	225,569	225,569
Heritage assets	-	31,500	31,500
Fixed asset investments	-	3,011,220	3,011,220
Current assets	210,902	-	210,902
Current liabilities	(7,445)	-	(7,445)
Total net assets	<u>203,457</u>	<u>3,268,289</u>	<u>3,471,746</u>

THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

England & Wales - Charity number 1160859

Accounts

Charity number: 1160859

The HM Tower of London Chapels Royal Foundation

Report And Financial Statements
for the year ended

31 August 2023

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
For the Year Ended 31 August 2023**

Trustees

General Sir Gordon Messenger KCB DSO* OBE DL, Constable, Chairman
Brigadier Andrew Jackson CBE, Governor
The Reverend Canon Roger J Hall MBE, Chaplain
Mr Nicholas C Goulding (resigned 9 November 2022)
Mr Christopher G Stainforth FCA
Ms Gillian Fletcher
The Reverend Canon Paul S Wright
Lieutenant General Sir George Norton KCVO CBE
Sir Andrew C Parmley KStJ

Charity registered number

1160859

Registered office

1 Tower Green, HM Tower of London, London, EC3N 4AB

Accountants

Blick Rothenberg Limited, 16 Great Queen Street, London, WC2B 5AH

Bankers

CAF Bank Limited, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ

Investment Managers

Sarasin & Partners LLP, Juxon House, 100 St Paul's Churchyard, London, EC4M 8BU

TRUSTEES' REPORT

For the Year Ended 31 August 2023

The members of The HM Tower of London Chapels Royal Foundation ("The Foundation"), who are also the trustees of the Foundation for the purposes of the Charities Acts, have pleasure in presenting their report and financial statements for the year ended 31 August 2023. The Financial Statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the Foundation's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Structure and Governance

a. Constitution

The Foundation was constituted by deed on 10 March 2015 made jointly by The Lord Chamberlain, The Constable of Her Majesty's Tower of London and The Dean of Her Majesty's Chapels Royal and became effective on 12 March 2015, the date of Registration by The Charity Commission of the Foundation as a charitable incorporated organisation, registered number 1160859.

The Foundation was established to take over the assets of and undertakings then carried on by four charities ("the amalgamating charities") operating within HM Tower of London - The HM Tower of London Choral Foundation (Reg. No. 249306), The Association of Friends of the Chapel Royal within Her Majesty's Tower of London (Reg. No. 259429), The Constable's Fund (Reg.No. 275453) and The Council of the Chapels Royal within HM Tower of London (Reg.No.1142785). The Trustees of each of the amalgamating charities resolved on 9 June 2015 to transfer to the Foundation the assets and undertaking of the relevant charity with effect from 31 August 2015 having obtained necessary agreement from the Charity Commission and subsequently to apply to the Commission to remove that charity from the Central Register of Charities.

The Chapels Royal within HM Tower of London ("the Chapels") comprise The Chapel Royal of St Peter ad Vincula and The Chapel Royal of St John the Evangelist.

b. Governance

The Foundation is governed by its members, the Trustees. The *ex-officio* members are The Constable, the Governor and the Chaplain. In addition there are required to be no less than two co-opted members who serve for terms of up to three years, renewable by mutual consent. In addition, the Dean of the Chapels Royal may appoint a Trustee to serve during the pleasure of the Dean.

The Foundation meets at least twice each year and is served by a Secretary. In addition, a Chapel Council sub-committee and a Fund Raising sub-committee have been established whose membership includes both Trustees and others. Both sub-committees usually meet quarterly.

In addition to the reporting requirements of the Charity Commission, the Foundation reports annually to the Comptroller of the Lord Chamberlain's Office and gives to the Comptroller such information with regard to the affairs of the Foundation as the Comptroller may request.

Objects, activities and public benefit

a. Objects

The objects of the Foundation are:

- a) to advance the religion of the Church of England by promoting the use of the Chapels as places of public religious worship and by supporting the Chaplain in the exercise of his ministry.
- b) to provide a Master of Music, an Assistant Master of Music and Organist, and a Choir with a view to ensuring that the musical content of Services is of the highest quality; to advise and assist the Chaplain in the promotion of the mission of the Church of England; and generally to provide facilities for the edification of

TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2023

- those attending public religious services in the Chapels.
- c) to relieve persons in need who work or have worked within HM Tower of London and their dependants in need.
 - d) to co-operate with Historic Royal Palaces and other organisations in the presentation of the Chapels to the public as places of national heritage and historic interest.
 - e) to make grants to other charities and to apply funds for other charitable purposes.

b. Activities for achieving objectives

During the period under review the Foundation provided over 125 services in the Chapels. These services included regular Sunday services and some evening services held on feast days, as well as weddings and memorial services. In addition, there were joint services with neighbouring churches and also special services for members of other organisations, such as charities and livery companies. The Chapel Royal of St Peter ad Vincula is one of the regimental chapels of the Royal Regiment of Fusiliers, and as such provides annual commemorative or other services for members of a number of ex-service and other organisations. The Princess of Wales's Royal Regiment also have permission to use St Peter ad Vincula as one of their regimental chapels.

The Foundation provided advice to the Chaplain and supported him in his pastoral work and in the ministry which he exercises in and from the Chapels.

While Historic Royal Palaces (Charity No. 106682) maintains the physical structures and permanent fixtures of the Chapels, it is necessary for the Foundation to raise, from worshippers and supporters of the Chapels and others, the funds required to maintain the activities of the Chapels and to expand the reach of the Chapel's communities and the Chaplain's ministry. The Foundation also encourages the Chaplain in his outreach work in the London Borough of Tower Hamlets, which include some of the most deprived parts of the country. During the period under review, the Foundation extended this work by continuing a scheme for members of the congregation to support a Food Bank in Tower Hamlets.

During the period, the Foundation made provision for grants of £3,000 to certain other charities and also provided assistance to some charities to enable them to hold services in the Chapels.

As part of Historic Royal Palaces, the Tower of London benefited from a continued increase in the number of both domestic and international visitors this year. The trend remains positive, with the total of visitors for the Financial Year 2023-24 expected to be just short of pre-COVID levels. The Coronation prompted an upsurge of visitors, coinciding with the opening of a new exhibition in the Jewel House.

The chapel remains busy and in good heart. It has been a busy accounting year, with the usual round of weddings, baptisms, occasional services and Christmas Carol services. Concerts and other choir activities have also taken place, with the highlight being a Coronation Concert, filmed by Lion TV for 'Inside the Tower'. Visitor numbers to the chapel remain high and the support from HRP and the Yeoman Warders is appreciated by everyone. Numbers attending the chapel have returned to normal after the pandemic and that was reflected through Holy Week and Easter and Christmas.

c. Public Benefit

When planning activities for the year, the Chaplain and the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The services exemplify faith through prayer and scripture, music and sacrament. The main services which are held in the Chapels are conducted not only for the benefit of those who work and live within the Tower of London, and for the regular extra-mural congregations, but also for the public generally, to facilitate wide public participation, arrangements are in place for members of the public to be admitted to the Tower of London free of charge if they wish only to attend services in the Chapels.

Nearly 3 million people would normally visit the Tower of London each year and a substantial number of them visit one or both of the Chapels. In so doing they experience the Chapels, not only as places of beauty and great significance in the history of the nation, but also as living places of worship.

TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2023

d. Financial Review

The Foundation was established in March 2015 but did not commence operating activities until immediately after the transfer of assets and undertakings of the amalgamating charities on 31 August 2015. The principal assets acquired by the Foundation comprised the Chapel Plate, Chapel furnishings and bank balances transferred by the Council of the Chapels Royal within the HM Tower of London and the listed investments and bank balances transferred by the three other amalgamating charities. The investments have been managed as a single portfolio but regarded as comprising three sub-funds, a Choral Fund, a Benevolent Fund and a General Fund into which specified proportions of the assets of the amalgamating charities.

In aggregate the net assets transferred, principally comprising investments, amounted to some £2.304m which was received by way of donation from the amalgamating charities. During the year from 1 September 2022 to 31 August 2023, the incoming resources amounted to £214,125 (2022: £471,299) and outgoing resources to £224,319 (2022: £205,969). In addition, unrealised investment portfolio losses were incurred during the year of £46,339 (2022: unrealised losses of £278,076).

Income was enhanced by an appeal made for individual donations of £500 or more to enable a chair to be named in the Chapels. The amount received in the period for the chair donations amounted to £1,500 (2022: £500). The appeal remains open and continues to enjoy a slow but steady take up.

A Stewardship campaign continued during the period to encourage a direct debit method of regular individual giving via CAF. It is hoped that this will grow steadily and both provide regular income with reduced administration.

e. Reserves Policy

The Foundation is largely reliant on donations from those attending services in the Chapels and others including grant making bodies and visitors to HM Tower of London to supplement the investment income arising on its listed investment portfolio held to finance the provision of services within the Chapels including the cost of the Chaplain, Master of Music and Choir. The long-term policy is to aim to build up the investment portfolio through funding secured from additional donations and legacies so as to enable the Foundation to cover ongoing operating costs without recourse to cash reserves. At 31 August 2023 the total funds amounted to £3,471,746 (2022: £3,528,279). All funds are unrestricted but have been allocated between designated funds represented by tangible and heritage fixed assets of £257,069 (2022: £259,011), an investment reserve of £3,011,220 (2022: £3,057,558) and general reserves of £203,457 (2022: £211,710).

f. Heritage Assets

Heritage assets are assets of historical importance held to advance the objectives of the Foundation. These assets comprise items of ceremonial plate integral to the activities of the Chapels Royal, and are included at the valuation estimated to be an appropriate market value. These assets are not depreciated as they are deemed to have indeterminate lives and a comparatively high residual value; regular impairment reviews are undertaken. Historic Royal Palaces displays and provides day to day care for the Heritage Assets.

g. Risk Management

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties relevant to the Foundation
- the establishment of policies, systems and procedures to mitigate the risks identified in the annual review
- the implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialise

TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2023

Financial sustainability is the major financial risk for the Foundation. A key element of the management of financial risk is close attention to cash flows and projected outflows while seeking to secure grants, and voluntary income including legacy pledges.

h. Trustees' responsibilities statement

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice). The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any 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 charity will continue in operation

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Constitution. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Reference and administrative details

Reference and administrative details of the charity, its trustees and advisers are shown on page 1.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that the Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

This report was approved by the Trustees, on 28 June 2024 and signed on their behalf by:



General Sir Gordon Messenger KCB DSO* OBE DL,
Chairman

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31 August 2023

	Note	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income from:				
Donations and legacies	2	84,023	84,023	325,715
Charitable activities	3	41,726	41,726	64,252
Investments	4	88,376	88,376	81,332
Total income		214,125	214,125	471,299
Expenditure on:				
Raising funds		(50)	(50)	(39)
Charitable activities:				
Other charitable activities		220,469	220,469	203,188
Governance	9	3,900	3,900	3,900
Total expenditure	5	224,319	224,319	207,049
Net income before investment gains/(losses)		(10,194)	(10,194)	264,250
Net gains/(losses) on investments	14	(46,339)	(46,339)	(278,076)
Net income / (expenditure) before other recognised gains and losses		(56,533)	(56,533)	(13,826)
Net movement in funds		(56,533)	(56,533)	(13,826)
Reconciliation of funds:				
Total funds brought forward		3,528,279	3,528,279	3,542,105
Total funds carried forward		3,471,746	3,471,746	3,528,279

The notes on pages 9 to 19 form part of these financial statements.

**INDEPENDENT EXAMINER'S REPORT
For the Year Ended 31 August 2023**

**Independent Examiner's Report to the Trustees of The HM Tower of London Chapels Royal Foundation
(the 'charity')**

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 August 2023.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

Responsibilities and Basis of Report

As the Trustees of the charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

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

Independent Examiner's Statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

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



Shaun Melvin FCA
Blick Rothenberg Limited
Chartered Accountants
16 Great Queen Street
London WC2B 5AH

28 June 2024

BALANCE SHEET
As at 31 August 2023

	Note	£	2023 £	£	2022 £
Fixed assets					
Tangible assets	12		225,569		227,511
Heritage assets	13		31,500		31,500
Investments	14		3,011,220		3,057,558
			<u>3,268,289</u>		<u>3,316,569</u>
Current assets					
Debtors	15	44,228		40,912	
Cash at bank and in hand		166,674		185,296	
			<u>210,902</u>	<u>226,208</u>	
Creditors: amounts falling due within one year	16	(7,445)		(14,498)	
Net current assets			<u>203,457</u>		<u>211,710</u>
Net assets			<u>3,471,746</u>		<u>3,528,279</u>
Charity Funds					
Unrestricted funds	17		3,471,746		3,528,279
Total funds			<u>3,471,746</u>		<u>3,528,279</u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008 with respect to accounting records and the preparation of financial statements.

The charity's financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

The financial statements were approved and authorised for issue by the Trustees on 28 June 2024 and signed on their behalf, by:



General Sir Gordon Messenger KCB DSO* OBE DL,
Chairman

The notes on pages 9 to 19 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The HM Tower of London Chapels Royal Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The trustees have considered the impact of the pandemic on the financial position of the Foundation by taking account of both the reductions in income and the reduction made in levels of continuing costs. They have concluded that the Foundation remains a going concern for the foreseeable future and that the financial statements should accordingly be prepared on a going concern basis.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Further details of each fund are given in note 17.

1.3 Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the Foundation has received or been notified of both the amount and the date of receipt. Legacy gifts are recognised on a case by case basis following the grant of probate when the Foundation has been notified of the amount and the settlement date.

Interest and dividends are recognised when receivable; for interest this is normally on notification by the bank and for dividends on notification by the investment manager.

Income from Choir fees, Concerts and Chapel charges is recognised following the event for which the fees or charges have been made.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

1. Accounting Policies (continued)

1.4 Expenditure recognition

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Tangible fixed assets and depreciation

Heritage assets are included at market value. Heritage assets are deemed to have a high residual value and accordingly no depreciation is charged.

The Music Library, Bible, High Altar Set and Lectern are included at cost or valuation if lower. The residual value of these assets is deemed to be similar to the lower of cost or valuation and accordingly no depreciation is charged.

The Heritage assets, the Music Library, the Bible, High Altar Set and Lectern are reviewed annually for evidence of any reduction in net realisable value. The written down value of other tangible fixed assets is reviewed when events or circumstances indicate the written down value may not be recoverable.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rehearsal organ	-	10 years
Computer equipment	-	3 years
Vestments and chapel cloths	-	15 years

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

1. Accounting Policies (continued)

1.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured 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 'Gains/(losses) on investments' in the Statement of Financial Activities.

2. Income from donations and legacies

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Donations	84,023	84,023	325,715
<i>Total 2022</i>	325,715	325,715	

3. Income from charitable activities

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Chapel and Choir fees	41,726	41,726	64,252
<i>Total 2022</i>	64,252	64,252	

4. Investment income

	Unrestricted funds 2023 £	Total funds 2023 £	<i>Total funds 2022 £</i>
Investment income	87,286	87,286	81,221
Interest receivable	1,090	1,090	112
	88,376	88,376	81,332
<i>Total 2022</i>	81,332	81,332	

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

5. Analysis of Expenditure by expenditure type

	Staff costs 2023 £	Depreciation 2023 £	Other costs 2023 £	Total 2023 £	Total 2022 £
(Rebate) / Expenditure on investment management	-	-	(50)	(50)	(39)
Costs of raising funds	-	-	(50)	(50)	(39)
Chapel and choir expenditure	16,283	1,942	198,078	216,843	199,438
Grants	-	-	3,626	3,626	3,750
Charitable activities	18,341	1,942	201,704	220,469	203,188
Expenditure on governance	-	-	3,900	3,900	3,900
	16,283	1,942	205,554	205,554	207,049
<i>Total 2022</i>	<i>18,341</i>	<i>1,942</i>	<i>186,766</i>	<i>207,049</i>	

6. Grants paid

	2023 £	2022 £
Grants to individuals	626	750
Grants to charities	3,000	3,000
	3,626	3,750

7. Direct costs

	Chapel and choir £	Total 2023 £	Total 2022 £
Choir fees and expenses	131,751	131,751	110,832
Master of Music fees	48,244	48,244	46,968
Music expenses	3,477	3,477	808
Wages and salaries	16,660	16,660	18,159
Pension cost	163	163	182
	200,295	200,295	176,949
<i>Total 2022</i>	<i>176,949</i>	<i>176,949</i>	

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

8. Support costs

	Governance £	Chapel and choir £	Total 2023 £	Total 2022 £
General and administrative costs	3,900	14,606	18,506	24,447
Depreciation	-	1,942	1,942	1,942
	<u>3,900</u>	<u>16,548</u>	<u>20,448</u>	<u>26,389</u>
<i>Total 2022</i>	<u>3,900</u>	<u>22,489</u>	<u>26,389</u>	

9. Governance costs

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Examiners fees (2022: Auditors remuneration)	<u>3,900</u>	<u>3,900</u>	<u>3,900</u>

10. Net income/(expenditure)

This is stated after charging:

	2023 £	2022 £
Depreciation of tangible fixed assets: - owned by the charity	1,942	1,942
Trustees' emoluments (note 11)	<u>10,910</u>	<u>12,309</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

11. Staff costs

Staff costs were as follows:

	2023	2022
	£	£
Wages and stipends	16,660	18,159
Other pension costs	163	182
	<u>16,823</u>	<u>18,341</u>

The average number of persons employed by the charity during the year was as follows:

	2023	2022
	No.	No.
Chapel staff and stipend recipients	5	5

No employee received remuneration amounting to more than £60,000 in either year.

During the year, the Reverend Canon Roger J Hall MBE received in respect of his role of Chaplain of the HM Tower of London Chapel Royal, stipend payments totalling £10,910 (2022: £12,309). In addition, pension contributions were made to a defined contribution scheme of £163 (2022: £182). No other Trustee received any remuneration or benefits in kind. Travel expenses of £52 were paid to one trustee during the year (2022: £nil).

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

12. Tangible fixed assets

	Rehearsal organ £	High altar set £	Bible £	Music library £	Computer equipment £	Vestments and church cloths £
Cost						
At 1 September 2022 and 31 August 2023	5,000	159,600	2,430	35,000	1,268	29,130
Depreciation						
At 1 September 2022	5,000	-	-	-	1,268	15,605
Charge for the year	-	-	-	-	-	1,942
At 31 August 2023	5,000	-	-	-	1,268	17,547
Net book value						
At 31 August 2023	-	159,600	2,430	35,000	-	11,583
At 31 August 2022	-	159,600	2,430	35,000	-	13,525

	Lectern £	Total £
Cost		
At 1 September 2022 and 31 August 2023	16,956	249,384
Depreciation		
At 1 September 2022	-	21,873
Charge for the year	-	1,942
At 31 August 2023	-	23,815
Net book value		
At 31 August 2023	16,956	225,569
At 31 August 2022	16,956	227,511

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

13. Charity heritage assets

	Gold plate £	Total £
Market value		
At 1 September 2022 and 31 August 2023	31,500	31,500
<i>At 31 August 2022</i>	<u>31,500</u>	<u>31,500</u>

The Heritage Assets comprise items of gold plate dating back to the 16th and 17th centuries and are held at market value. These items are of significant historical importance and are held by the charity to advance its objectives.

14. Fixed asset investments

	Listed securities £
Market value	
At 1 September 2022	3,057,558
Additions	-
Revaluations	(46,338)
At 31 August 2023	<u>3,011,220</u>

Investments at fair value comprise

	31 August 2023 £	31 August 2022 £
Equities	2,015,108	1,953,014
Property	123,334	185,962
Fixed income	438,485	275,989
Alternative Investments	279,105	440,397
Liquid Assets	155,188	202,196
	<u>3,011,220</u>	<u>3,057,558</u>

15. Debtors

	2023 £	2022 £
Other debtors	18,502	16,472
Prepayments and accrued income	25,726	24,440
	<u>44,228</u>	<u>40,912</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

16. Creditors: Amounts falling due within one year

	2023 £	2022 £
Trade creditors	-	2,021
Other taxation and social security	1,771	1,668
Accruals and deferred income	5,674	10,809
	<u>7,445</u>	<u>14,498</u>

17. Statement of funds

Statement of funds - year ended 31 August 2023

	Balance at 1 September 2022 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2023 £
Designated funds						
Tangible and heritage assets	259,011	-	(1,942)	-	-	257,069
Investment assets	3,057,558	87,286	50	(87,335)	(46,339)	3,011,220
	<u>3,316,569</u>	<u>87,286</u>	<u>(1,892)</u>	<u>(87,335)</u>	<u>(46,339)</u>	<u>3,268,289</u>
General funds						
General Funds	211,710	126,839	(222,427)	87,335	-	203,457
Total Unrestricted funds	<u>3,528,279</u>	<u>126,839</u>	<u>(222,427)</u>	<u>-</u>	<u>(46,339)</u>	<u>3,471,576</u>
Total of funds	<u>3,528,279</u>	<u>214,125</u>	<u>(224,319)</u>	<u>-</u>	<u>(46,339)</u>	<u>3,471,746</u>

Statement of funds - year ended 31 August 2022

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2022 £
Designated funds						
Tangible and heritage assets	260,953	-	(1,942)	-	-	259,011
Investment assets	3,035,626	81,262	39	218,707	(278,076)	3,057,558
	<u>3,296,579</u>	<u>81,262</u>	<u>(103,069)</u>	<u>218,707</u>	<u>(278,076)</u>	<u>3,316,569</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

Summary of funds - year ended 31 August 2023

	Balance at 1 September 2022 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2023 £
Designated funds	3,316,569	87,286	(1,893)	(87,335)	(46,339)	3,268,289
General funds	211,710	126,839	(222,427)	87,335	-	203,457
	<u>3,528,279</u>	<u>214,125</u>	<u>(224,319)</u>	<u>-</u>	<u>(46,339)</u>	<u>3,471,746</u>

Summary of funds - year ended 31 August 2022

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2022 £
Designated funds	3,296,579	81,262	(1,903)	218,707	(278,076)	3,316,569
General funds	245,526	390,037	(205,146)	(218,707)	-	211,710
	<u>3,542,105</u>	<u>471,299</u>	<u>(207,049)</u>	<u>-</u>	<u>(278,076)</u>	<u>3,528,279</u>

18. Analysis of net assets between funds

Analysis of net assets between funds - year ended 31 August 2023

	Unrestricted funds 2023 £	Total funds 2023 £
Tangible fixed assets	225,569	225,569
Fixed asset investments	3,011,220	3,011,220
Heritage assets	31,500	31,500
Current assets	210,902	210,902
Creditors due within one year	(7,445)	(7,445)
	<u>3,471,746</u>	<u>3,471,746</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2023

18. Analysis of net assets between funds (continued)

Analysis of net assets between funds - year ended 31 August 2022

	<i>Unrestricted funds 2022 £</i>	<i>Total funds 2022 £</i>
Tangible fixed assets	227,511	227,511
Fixed asset investments	3,057,558	3,057,558
Heritage assets	31,500	31,500
Current assets	226,208	226,208
Creditors due within one year	(14,498)	(14,498)
	<u>3,528,279</u>	<u>3,528,279</u>

THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

England & Wales - Charity number 1160859

Accounts

The HM Tower of London Chapels Royal Foundation

Report And Financial Statements
for the year ended

31 August 2022

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
For the Year Ended 31 August 2022**

Trustees

General Sir Gordon Messenger KCB CBE DL, Chairman (appointed 1 August 2022)

General Lord Houghton of Richmond GCB CBE (resigned 1 August 2022)

Brigadier Andrew Jackson CBE

The Reverend Canon Roger J Hall MBE, Chaplain

Lieutenant General Sir Simon Mayall KBE CB (resigned 14 October 2021)

Mr Nicholas C Goulding FCA (resigned 9 November 2022)

Mr Christopher G Stainforth FCA

Ms Gillian Fletcher

The Reverend Canon Paul S Wright

Lieutenant General Sir George Norton KCVO CBE (appointed 15 October 2021)

Sir Andrew C Parmley KStJ (appointed 1 July 2022)

Charity registered number

1160859

Registered office

1 Tower Green, HM Tower of London, London, EC3N 4AB

Independent auditor

Blick Rothenberg Audit LLP, 16 Great Queen Street, London, WC2B 5AH

Bankers

CAF Bank Limited, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ

Investment Managers

Sarasin & Partners LLP, Juxon House, 100 St Paul's Churchyard, London, EC4M 8BU

TRUSTEES' REPORT For the Year Ended 31 August 2022

The members of The HM Tower of London Chapels Royal Foundation ("The Foundation"), who are also the trustees of the Foundation for the purposes of the Charities Acts, have pleasure in presenting their report and financial statements for the year ended 31 August 2022. The Financial Statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the Foundation's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Structure and Governance

a. Constitution

The Foundation was constituted by deed on 10 March 2015 made jointly by The Lord Chamberlain, The Constable of Her Majesty's Tower of London and The Dean of Her Majesty's Chapels Royal and became effective on 12 March 2015, the date of Registration by The Charity Commission of the Foundation as a charitable incorporated organisation, registered number 1160859.

The Foundation was established to take over the assets of and undertakings then carried on by four charities ("the amalgamating charities") operating within HM Tower of London - The HM Tower of London Choral Foundation (Reg. No. 249306), The Association of Friends of the Chapel Royal within Her Majesty's Tower of London (Reg. No. 259429), The Constable's Fund (Reg.No. 275453) and The Council of the Chapels Royal within HM Tower of London (Reg.No.1142785). The Trustees of each of the amalgamating charities resolved on 9 June 2015 to transfer to the Foundation the assets and undertaking of the relevant charity with effect from 31 August 2015 having obtained necessary agreement from the Charity Commission and subsequently to apply to the Commission to remove that charity from the Central Register of Charities.

The Chapels Royal within HM Tower of London ("the Chapels") comprise The Chapel Royal of St Peter ad Vincula and The Chapel Royal of St John the Evangelist.

b. Governance

The Foundation is governed by its members, the Trustees. The *ex-officio* members are The Constable, the Governor and the Chaplain. In addition there are required to be no less than two co-opted members who serve for terms of up to three years, renewable by mutual consent. In addition, the Dean of the Chapels Royal may appoint a Trustee to serve during the pleasure of the Dean.

The Foundation meets at least twice each year and is served by a Secretary. In addition, a Chapel Council sub-committee and a Fund Raising sub-committee have been established whose membership includes both Trustees and others. Both sub-committees usually meet quarterly.

In addition to the reporting requirements of the Charity Commission, the Foundation reports annually to the Comptroller of the Lord Chamberlain's Office and gives to the Comptroller such information with regard to the affairs of the Foundation as the Comptroller may request.

Objects, activities and public benefit

a. Objects

The objects of the Foundation are:

- a) to advance the religion of the Church of England by promoting the use of the Chapels as places of public religious worship and by supporting the Chaplain in the exercise of his ministry.
- b) to provide a Master of Music, an Assistant Master of Music and Organist, and a Choir with a view to ensuring that the musical content of Services is of the highest quality; to advise and assist the Chaplain in the promotion of the mission of the Church of England; and generally to provide facilities for the edification of

TRUSTEES' REPORT (continued) For the Year Ended 31 August 2022

- those attending public religious services in the Chapels.
- c) to relieve persons in need who work or have worked within HM Tower of London and their dependants in need.
 - d) to co-operate with Historic Royal Palaces and other organisations in the presentation of the Chapels to the public as places of national heritage and historic interest.
 - e) to make grants to other charities and to apply funds for other charitable purposes.

b. Activities for achieving objectives

During the period under review the Foundation provided over 125 services in the Chapels. These services included regular Sunday services and some evening services held on feast days, as well as weddings and memorial services. In addition, there were joint services with neighbouring churches and also special services for members of other organisations, such as charities and livery companies. The Chapel Royal of St Peter ad Vincula is one of the regimental chapels of the Royal Regiment of Fusiliers, and as such provides annual commemorative or other services for members of a number of ex-service and other organisations. The Princess of Wales's Royal Regiment also have permission to use St Peter ad Vincula as one of their regimental chapels.

The Foundation provided advice to the Chaplain and supported him in his pastoral work and in the ministry which he exercises in and from the Chapels.

While Historic Royal Palaces (Charity No. 106682) maintains the physical structures and permanent fixtures of the Chapels, it is necessary for the Foundation to raise, from worshippers and supporters of the Chapels and others, the funds required to maintain the activities of the Chapels and to expand the reach of the Chapel's communities and the Chaplain's ministry. The Foundation also encourages the Chaplain in his outreach work in the London Borough of Tower Hamlets, which include some of the most deprived parts of the country. During the period under review, the Foundation extended this work by continuing a scheme for members of the congregation to support a Food Bank in Tower Hamlets.

During the period, the Foundation made provision for grants of £3,000 to certain other charities and also provided assistance to some charities to enable them to hold services in the Chapels.

As part of Historic Royal Places, the Tower of London benefited from an increase in the number of both domestic and international visitors this year. While short of pre-COVID visitor numbers, the trend is encouraging. Highlights of the year included Her Majesty Queen Elizabeth II's Platinum Jubilee, with a series of events and the launch of Superbloom – filling the Moat with flowers to celebrate this momentous occasion.

The chapel remains busy and in good heart. It has been a busy accounting year, with the usual round of weddings, baptisms, occasional services and Christmas Carol services. Concerts and other choir activities such as recording for the Channel 5 series 'Inside the Tower' have also taken place. Visitor numbers to the chapel remain high and the support from HRP and the Yeoman Warders is appreciated by everyone. Numbers attending the chapel have returned to normal after the pandemic and that was reflected through Holy Week and Easter and Christmas.

c. Public Benefit

When planning activities for the year, the Chaplain and the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The services exemplify faith through prayer and scripture, music and sacrament. The main services which are held in the Chapels are conducted not only for the benefit of those who work and live within the Tower of London, and for the regular extra-mural congregations, but also for the public generally, to facilitate wide public participation, arrangements are in place for members of the public to be admitted to the Tower of London free of charge if they wish only to attend services in the Chapels.

Nearly 3 million people would normally visit the Tower of London each year and a substantial number of them visit one or both of the Chapels. In so doing they experience the Chapels, not only as places of beauty and great significance in the history of the nation, but also as living places of worship.

**TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2022**

d. Financial Review

The Foundation was established in March 2015 but did not commence operating activities until immediately after the transfer of assets and undertakings of the amalgamating charities on 31 August 2015. The principal assets acquired by the Foundation comprised the Chapel Plate, Chapel furnishings and bank balances transferred by the Council of the Chapels Royal within the HM Tower of London and the listed investments and bank balances transferred by the three other amalgamating charities. The investments have been managed as a single portfolio but regarded as comprising three sub-funds, a Choral Fund, a Benevolent Fund and a General Fund into which specified proportions of the assets of the amalgamating charities.

In aggregate the net assets transferred, principally comprising investments, amounted to some £2.304m which was received by way of donation from the amalgamating charities. During the year from 1 September 2021 to 31 August 2022, the incoming resources amounted to £471,299 (2021: £158,100) and outgoing resources to £205,969 (2021: £106,954). In addition, unrealised investment portfolio losses were incurred during the year of £278,076 (2021: unrealised gains of £286,404).

Income was enhanced by an appeal made for individual donations of £500 or more to enable a chair to be named in the Chapels. The amount received in the period for the chair donations amounted to £500 (2021: £1,500). The appeal remains open and continues to enjoy a slow but steady take up.

A Stewardship campaign continued during the period to encourage a direct debit method of regular individual giving via CAF. It is hoped that this will grow steadily and both provide regular income with reduced administration.

e. Reserves Policy

The Foundation is largely reliant on donations from those attending services in the Chapels and others including grant making bodies and visitors to HM Tower of London to supplement the investment income arising on its listed investment portfolio held to finance the provision of services within the Chapels including the cost of the Chaplain, Master of Music and Choir. The long-term policy is to aim to build up the investment portfolio through funding secured from additional donations and legacies so as to enable the Foundation to cover ongoing operating costs without recourse to cash reserves. At 31 August 2022 the total funds amounted to £3,529,359 (2021: £3,204,555). All funds are unrestricted but have been allocated between designated funds represented by tangible and heritage fixed assets of £259,011 (2021: £260,953), an investment reserve of £3,057,558 (2021: £3,035,626) and general reserves of £212,790 (2021: £245,526).

f. Heritage Assets

Heritage assets are assets of historical importance held to advance the objectives of the Foundation. These assets comprise items of ceremonial plate integral to the activities of the Chapels Royal, and are included at the valuation estimated to be an appropriate market value. These assets are not depreciated as they are deemed to have indeterminate lives and a comparatively high residual value; regular impairment reviews are undertaken. Historic Royal Palaces displays and provides day to day care for the Heritage Assets.

g. Risk Management

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties relevant to the Foundation
- the establishment of policies, systems and procedures to mitigate the risks identified in the annual review
- the implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialise

TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2022

Financial sustainability is the major financial risk for the Foundation. A key element of the management of financial risk is close attention to cash flows and projected outflows while seeking to secure grants, and voluntary income including legacy pledges.

h. Trustees' responsibilities statement

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice). The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any 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 charity will continue in operation

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Constitution. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Reference and administrative details

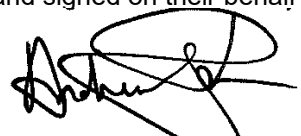
Reference and administrative details of the charity, its trustees and advisers are shown on page 1.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that the Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

This report was approved by the Trustees, on 29 June 2023 and signed on their behalf by:


Srijaditer Andrew Jackson CBE
Trustee

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

Opinion

We have audited the financial statements of The HM Tower of London Chapels Royal Foundation (the 'charity') for the year ended 31 August 2022 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes, 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).

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

This has been done in order for the accounts to provide a true and fair view in accordance with the Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In our opinion the financial statements:

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

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 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 United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

The HM Tower of London Chapels Royal Foundation

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION (CONTINUED)

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our Auditor's Report thereon. The Trustees are responsible for the other information contained within the 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. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

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

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

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION (CONTINUED)

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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:

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, and non-compliance with laws and regulations, our procedures included the following: enquiring of management concerning the charity's policies with regards identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance; enquiring of management concerning the charity's policies detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; enquiring of management concerning the charity's policies in relation to the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations; discussing among the engagement team where fraud might occur in the financial statements and any potential indicators of fraud; and obtaining an understanding of the legal and regulatory framework that the charity operates in and focusing on those laws and regulations that had a direct effect on the financial statements or that had a fundamental effect on the operations of the charity. The key laws and regulations we considered in this context included the Charities Act 2011 and applicable tax legislation.

One particular focus area was the risk of fraud through management override of controls. Our procedures to respond to risks identified included the following: performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud; reviewing the bank statements of the charity for evidence of any large or unusual activity which may be indicative of fraud; enquiring of management in relation to any potential litigation and claims; and testing the appropriateness of journal entries and other adjustments.

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.

The HM Tower of London Chapels Royal Foundation

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION (CONTINUED)

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.

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

Blick Rothenberg Audit LLP

Blick Rothenberg Audit LLP

Chartered Accountants
Statutory Auditor

16 Great Queen Street
London
WC2B 5AH

30 June 2023

Blick Rothenberg Audit LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31 August 2022

	Note	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:				
Donations and legacies	2	325,715	325,715	52,351
Charitable activities	3	64,252	64,252	26,041
Investments	4	81,332	81,332	79,708
Total income		<u>471,299</u>	<u>471,299</u>	<u>158,100</u>
Expenditure on:				
Raising funds		(39)	(39)	1,319
Charitable activities:				
Other charitable activities		203,188	203,188	102,815
Governance	9	3,900	3,900	2,820
Total expenditure	5	<u>207,049</u>	<u>207,049</u>	<u>106,954</u>
Net income before investment gains/(losses)		<u>264,250</u>	<u>264,250</u>	<u>51,146</u>
Net gains/(losses) on investments	14	(278,076)	(278,076)	286,404
Net income / (expenditure) before other recognised gains and losses		<u>(13,826)</u>	<u>(13,826)</u>	<u>337,550</u>
Net movement in funds		<u>(13,826)</u>	<u>(13,826)</u>	<u>337,550</u>
Reconciliation of funds:				
Total funds brought forward		3,542,105	3,542,105	3,204,555
Total funds carried forward		<u><u>3,528,279</u></u>	<u><u>3,528,279</u></u>	<u><u>3,542,105</u></u>

The notes on pages 12 to 22 form part of these financial statements.


BALANCE SHEET
As at 31 August 2022

	Note	£	2022 £	£	2021 £
Fixed assets					
Tangible assets	12		227,511		229,453
Heritage assets	13		31,500		31,500
Investments	14		3,057,558		3,035,626
			<u>3,316,569</u>		<u>3,296,579</u>
Current assets					
Debtors	15	40,912		31,545	
Cash at bank and in hand		185,296		225,006	
			<u>226,208</u>	<u>256,551</u>	
Creditors: amounts falling due within one year	16	(14,498)		(11,025)	
			<u>211,710</u>	<u>245,526</u>	
Net current assets			<u>3,528,279</u>	<u>3,542,105</u>	
Net assets			<u>3,528,279</u>	<u>3,542,105</u>	
Charity Funds					
Unrestricted funds	17		3,528,279		3,542,105
Total funds			<u>3,528,279</u>	<u>3,542,105</u>	

The Trustees acknowledge their responsibilities for complying with the requirements of the Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008 with respect to accounting records and the preparation of financial statements.

The charity's financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

The financial statements were approved and authorised for issue by the Trustees on 29 June 2023 and signed on their behalf, by:


Bridgette Andrew Jackson CBE
Trustee

The notes on pages 12 to 22 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The HM Tower of London Chapels Royal Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The trustees have considered the impact of the pandemic on the financial position of the Foundation by taking account of both the reductions in income and the reduction made in levels of continuing costs. They have concluded that the Foundation remains a going concern for the foreseeable future and that the financial statements should accordingly be prepared on a going concern basis.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Further details of each fund are given in note 17.

1.3 Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the Foundation has received or been notified of both the amount and the date of receipt. Legacy gifts are recognised on a case by case basis following the grant of probate when the Foundation has been notified of the amount and the settlement date.

Interest and dividends are recognised when receivable; for interest this is normally on notification by the bank and for dividends on notification by the investment manager.

Income from Choir fees, Concerts and Chapel charges is recognised following the event for which the fees or charges have been made.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

1. Accounting Policies (continued)

1.4 Expenditure recognition

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Tangible fixed assets and depreciation

Heritage assets are included at market value. Heritage assets are deemed to have a high residual value and accordingly no depreciation is charged.

The Music Library, Bible, High Altar Set and Lectern are included at cost or valuation if lower. The residual value of these assets is deemed to be similar to the lower of cost or valuation and accordingly no depreciation is charged.

The Heritage assets, the Music Library, the Bible, High Altar Set and Lectern are reviewed annually for evidence of any reduction in net realisable value. The written down value of other tangible fixed assets is reviewed when events or circumstances indicate the written down value may not be recoverable.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rehearsal organ	-	10 years
Computer equipment	-	3 years
Vestments and chapel cloths	-	15 years

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

1. Accounting Policies (continued)

1.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured 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 'Gains/(losses) on investments' in the Statement of Financial Activities.

2. Income from donations and legacies

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Donations	325,715	325,715	52,351
<i>Total 2021</i>	<u>52,351</u>	<u>52,351</u>	

3. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Chapel and Choir fees	64,252	64,252	26,041
<i>Total 2021</i>	<u>26,041</u>	<u>26,041</u>	

4. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £	<i>Total funds 2021 £</i>
Investment income	81,221	81,221	79,589
Interest receivable	111	111	119
	<u>81,332</u>	<u>81,332</u>	<u>79,708</u>
<i>Total 2021</i>	<u>79,708</u>	<u>79,708</u>	

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

5. Analysis of Expenditure by expenditure type

	Staff costs 2022 £	Depreciation 2022 £	Other costs 2022 £	Total 2022 £	Total 2021 £
(Rebate) / Expenditure on investment management	-	-	(39)	(39)	1,319
Costs of raising funds	-	-	(39)	(39)	1,319
Chapel and choir expenditure	18,341	1,942	179,155	199,438	98,690
Grants	-	-	3,750	3,750	4,125
Charitable activities	18,341	1,942	182,905	203,188	102,815
Expenditure on governance	-	-	3,900	3,900	2,820
	18,341	1,942	186,766	207,049	106,954
<i>Total 2021</i>	14,195	2,566	90,193	106,954	

6. Grants paid

	2022 £	2021 £
Grants to individuals	750	1,635
Grants to charities	3,000	3,000
	3,750	4,635

7. Direct costs

	Chapel and choir £	Total 2022 £	Total 2021 £
Choir fees and expenses	110,832	110,832	39,106
Master of Music fees	46,968	46,968	35,446
Music expenses	808	808	999
Wages and salaries	18,159	18,159	14,038
Pension cost	182	182	157
	176,949	176,949	89,746
<i>Total 2021</i>	89,746	89,746	

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

8. Support costs

	Governance	Chapel and	Total	Total
	£	choir	2022	2021
		£	£	£
General and administrative costs	3,900	20,547	24,447	9,198
Depreciation	-	1,942	1,942	2,566
	<u>3,900</u>	<u>22,489</u>	<u>26,389</u>	<u>11,764</u>
<i>Total 2021</i>	<u>2,820</u>	<u>8,944</u>	<u>11,764</u>	

9. Governance costs

	Unrestricted	Total	Total
	funds	funds	funds
	2022	2022	2021
	£	£	£
Audit fees (2021: Examiners remuneration)	3,900	3,900	2,820
	<u>3,900</u>	<u>3,900</u>	<u>2,820</u>

10. Net income/(expenditure)

This is stated after charging:

	2022	2021
	£	£
Depreciation of tangible fixed assets:		
- owned by the charity	1,942	2,566
Trustees' emoluments (note 11)	12,309	11,484
	<u>12,309</u>	<u>11,484</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

11. Staff costs

Staff costs were as follows:

	2022	<i>2021</i>
	£	£
Wages and stipends	18,159	<i>14,038</i>
Other pension costs	182	<i>157</i>
	18,341	<i>14,195</i>

The average number of persons employed by the charity during the year was as follows:

	2022	<i>2021</i>
	No.	No.
Chapel staff and stipend recipients	5	<i>5</i>

No employee received remuneration amounting to more than £60,000 in either year.

During the year, the Reverend Canon Roger J Hall MBE received in respect of his role of Chaplain of the HM Tower of London Chapel Royal, stipend payments totalling £12,309 (2021: £11,484). In addition, pension contributions were made to a defined contribution scheme of £182 (2021: £157). No other Trustee received any remuneration or benefits in kind. No travel expenses were paid to trustees during the year (2021: £62 to one trustee).

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

12. Tangible fixed assets

	Rehearsal organ £	High altar set £	Bible £	Music library £	Computer equipment £	Vestments and church cloths £		
Cost								
At 1 September 2021 and 31 August 2022	5,000	159,600	2,430	35,000	1,268	29,130		
Depreciation								
At 1 September 2021	5,000	-	-	-	1,268	13,663		
Charge for the year	-	-	-	-	-	1,942		
At 31 August 2022	5,000	-	-	-	1,268	15,605		
Net book value								
At 31 August 2022	-	159,600	2,430	35,000	-	13,525		
<i>At 31 August 2021</i>	-	159,600	2,430	35,000	-	15,467		
							Lectern £	Total £
Cost								
At 1 September 2021 and 31 August 2022					16,956	249,384		
Depreciation								
At 1 September 2021					-	19,931		
Charge for the year					-	1,942		
At 31 August 2022					-	21,873		
Net book value								
At 31 August 2022					16,956	227,511		
<i>At 31 August 2021</i>					16,956	229,453		

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

13. Charity heritage assets

	Gold plate £	Total £
Market value		
At 1 September 2021 and 31 August 2022	31,500	31,500
<i>At 31 August 2021</i>	<u>31,500</u>	<u>31,500</u>

The Heritage Assets comprise items of gold plate dating back to the 16th and 17th centuries and are held at market value. These items are of significant historical importance and are held by the charity to advance its objectives.

14. Fixed asset investments

	Listed securities £
Market value	
At 1 September 2021	3,035,626
Additions	300,008
Revaluations	(278,076)
At 31 August 2022	<u>3,057,558</u>

Investments at fair value comprise

	31 August 2022 £	31 August 2021 £
Equities	1,953,014	2,212,053
Property	185,962	119,404
Fixed income	275,989	299,116
Alternative Investments	440,397	278,417
Liquid Assets	202,196	126,636
	<u>3,057,558</u>	<u>3,035,626</u>

15. Debtors

	2022 £	2021 £
Other debtors	16,472	9,231
Prepayments and accrued income	24,440	22,314
	<u>40,912</u>	<u>31,545</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

16. Creditors: Amounts falling due within one year

	2022 £	2021 £
Trade creditors	2,021	-
Other taxation and social security	1,668	946
Accruals and deferred income	10,809	10,079
	<u>14,498</u>	<u>11,025</u>

17. Statement of funds

Statement of funds - year ended 31 August 2022

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2022 £
Designated funds						
Tangible and heritage assets	260,953	-	(1,942)	-	-	259,011
Investment assets	3,035,626	81,262	39	218,707	(278,076)	3,057,558
	<u>3,296,579</u>	<u>81,262</u>	<u>(1,903)</u>	<u>218,707</u>	<u>(278,076)</u>	<u>3,316,569</u>
General funds						
General Funds	245,526	390,037	(205,146)	(218,707)	-	211,710
Total Unrestricted funds	<u>3,542,105</u>	<u>471,299</u>	<u>(207,049)</u>	<u>-</u>	<u>(278,076)</u>	<u>3,528,279</u>
Total of funds	<u>3,542,105</u>	<u>471,299</u>	<u>(207,049)</u>	<u>-</u>	<u>(278,076)</u>	<u>3,528,279</u>

Statement of funds - year ended 31 August 2021

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2021 £
Designated funds						
Tangible and heritage assets	263,519	-	(2,566)	-	-	260,953
Investment assets	2,750,541	79,698	(1,319)	(79,698)	286,404	3,035,626
General Funds	<u>190,495</u>	<u>78,402</u>	<u>(103,069)</u>	<u>79,698</u>	<u>-</u>	<u>245,526</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

Summary of funds - year ended 31 August 2022

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2022 £
Designated funds	3,296,579	81,262	(1,903)	218,707	(278,076)	3,316,569
General funds	245,526	390,037	(205,146)	(218,707)	-	211,710
	<u>3,542,105</u>	<u>471,299</u>	<u>(207,049)</u>	<u>-</u>	<u>(278,076)</u>	<u>3,528,279</u>

Summary of funds - year ended 31 August 2021

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2021 £
Designated funds	3,014,060	79,698	(3,885)	(79,698)	286,404	3,296,579
General funds	190,495	78,402	(103,069)	79,698	-	245,526
	<u>3,204,555</u>	<u>158,100</u>	<u>(106,954)</u>	<u>-</u>	<u>286,404</u>	<u>3,542,105</u>

18. Analysis of net assets between funds

Analysis of net assets between funds - year ended 31 August 2022

	Unrestricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	227,511	227,511
Fixed asset investments	3,057,558	3,057,558
Heritage assets	31,500	31,500
Current assets	226,208	226,208
Creditors due within one year	(14,498)	(14,498)
	<u>3,528,279</u>	<u>3,528,279</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2022

18. Analysis of net assets between funds (continued)

Analysis of net assets between funds - year ended 31 August 2021

	<i>Unrestricted funds 2021 £</i>	<i>Total funds 2021 £</i>
Tangible fixed assets	229,453	229,453
Fixed asset investments	3,035,626	3,035,626
Heritage assets	31,500	31,500
Current assets	256,551	256,551
Creditors due within one year	(11,025)	(11,025)
	<u>3,542,105</u>	<u>3,542,105</u>

THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

England & Wales - Charity number 1160859

Accounts

The HM Tower of London Chapels Royal Foundation

Report And Financial Statements
for the year ended

31 August 2021

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
For the Year Ended 31 August 2021**

Trustees

General Lord Houghton of Richmond GCB CBE, Chairman
Brigadier Andrew Jackson CBE
The Reverend Canon Roger J Hall MBE, Chaplain
Lieutenant General Sir Simon Mayall KBE CB (resigned 14 October 2021)
Mr Nicholas C Goulding FCA
Mr Christopher G Stainforth FCA
Ms Gillian Fletcher
The Reverend Canon Paul S Wright
Lieutenant General Sir George Norton KCVO CBE (appointed 15 October 2021)

Charity registered number

1160859

Registered office

1 Tower Green, HM Tower of London, London, EC3N 4AB

Accountants

Blick Rothenberg Limited, 16 Great Queen Street, London, WC2B 5AH

Bankers

CAF Bank Limited, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ

Investment Managers

Sarasin & Partners LLP, Juxon House, 100 St Paul's Churchyard, London, EC4M 8BU

TRUSTEES' REPORT

For the Year Ended 31 August 2021

The members of The HM Tower of London Chapels Royal Foundation ("The Foundation"), who are also the trustees of the Foundation for the purposes of the Charities Acts, have pleasure in presenting their report and financial statements for the year ended 31 August 2021. The Financial Statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the Foundation's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Structure and Governance

a. Constitution

The Foundation was constituted by deed on 10 March 2015 made jointly by The Lord Chamberlain, The Constable of Her Majesty's Tower of London and The Dean of Her Majesty's Chapels Royal and became effective on 12 March 2015, the date of Registration by The Charity Commission of the Foundation as a charitable incorporated organisation, registered number 1160859.

The Foundation was established to take over the assets of and undertakings then carried on by four charities ("the amalgamating charities") operating within HM Tower of London - The HM Tower of London Choral Foundation (Reg. No. 249306), The Association of Friends of the Chapel Royal within Her Majesty's Tower of London (Reg. No. 259429), The Constable's Fund (Reg.No. 275453) and The Council of the Chapels Royal within HM Tower of London (Reg.No.1142785). The Trustees of each of the amalgamating charities resolved on 9 June 2015 to transfer to the Foundation the assets and undertaking of the relevant charity with effect from 31 August 2015 having obtained necessary agreement from the Charity Commission and subsequently to apply to the Commission to remove that charity from the Central Register of Charities.

The Chapels Royal within HM Tower of London ("the Chapels") comprise The Chapel Royal of St Peter ad Vincula and The Chapel Royal of St John the Evangelist.

Objects, activities and public benefit

a. Objects

The objects of the Foundation are:

- a) to advance the religion of the Church of England by promoting the use of the Chapels as places of public religious worship and by supporting the Chaplain in the exercise of his ministry.
- b) to provide a Master of Music, an Assistant Master of Music and Organist, and a Choir with a view to ensuring that the musical content of Services is of the highest quality; to advise and assist the Chaplain in the promotion of the mission of the Church of England; and generally to provide facilities for the edification of those attending public religious services in the Chapels.
- c) to relieve persons in need who work or have worked within HM Tower of London and their dependants in need.
- d) to co-operate with Historic Royal Palaces and other organisations in the presentation of the Chapels to the public as places of national heritage and historic interest.
- e) to make grants to other charities and to apply funds for other charitable purposes.

b. Activities for achieving objectives

During the period under review the Foundation provided over 125 services in the Chapels. These services included regular Sunday services and some evening services held on feast days, as well as weddings and memorial services. In addition, there were joint services with neighbouring churches and also special services for members of other organisations, such as charities and livery companies. The Chapel Royal of St Peter ad Vincula is one of the regimental chapels of the Royal Regiment of Fusiliers, and as such provides annual commemorative or other services for members of a number of ex-service and other organisations. The Princess

TRUSTEES' REPORT (continued) **For the Year Ended 31 August 2021**

of Wales's Royal Regiment also have permission to use St Peter ad Vincula as one of their regimental chapels.

The Foundation provided advice to the Chaplain and supported him in his pastoral work and in the ministry which he exercises in and from the Chapels.

While Historic Royal Palaces (Charity No. 106682) maintains the physical structures and permanent fixtures of the Chapels, it is necessary for the Foundation to raise, from worshippers and supporters of the Chapels and others, the funds required to maintain the activities of the Chapels and to expand the reach of the Chapel's communities and the Chaplain's ministry. The Foundation also encourages the Chaplain in his outreach work in the London Borough of Tower Hamlets, which include some of the most deprived parts of the country. During the period under review, the Foundation extended this work by continuing a scheme for members of the congregation to support a Food Bank in Tower Hamlets.

During the period, the Foundation made provision for grants of £3,000 to certain other charities and also provided assistance to some charities to enable them to hold services in the Chapels.

Having reopened in July 2020, the Tower of London was forced to close again in October 2020 as further restrictions were put in place to control the spread of COVID-19. It reopened to visitors on 19 May 2021, with social distancing rules gradually being lifted. In line with direction from the Church of England, services continued in St Peter ad Vincula throughout this period.

2020 marked the 500th Anniversary of the chapel of St Peter ad Vincula. To celebrate this, a programme of 15 events was organised, including lectures, musical events, flower festival and special services throughout 2020. The programme was devised and managed by a committee made up of Chapel members and HRP. Sadly, the pandemic resulted in the cancellation of all Chapel 500 events in this reporting period other than certain lectures held before the closure of the Tower.

c. Public Benefit

When planning activities for the year, the Chaplain and the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The services exemplify faith through prayer and scripture, music and sacrament. The main services which are held in the Chapels are conducted not only for the benefit of those who work and live within the Tower of London, and for the regular extra-mural congregations, but also for the public generally, to facilitate wide public participation, arrangements are in place for members of the public to be admitted to the Tower of London free of charge if they wish only to attend services in the Chapels.

Nearly 3 million people would normally visit the Tower of London each year and a substantial number of them visit one or both of the Chapels. In so doing they experience the Chapels, not only as places of beauty and great significance in the history of the nation, but also as living places of worship.

d. Financial Review

The Foundation was established in March 2015 but did not commence operating activities until immediately after the transfer of assets and undertakings of the amalgamating charities on 31 August 2015. The principal assets acquired by the Foundation comprised the Chapel Plate, Chapel furnishings and bank balances transferred by the Council of the Chapels Royal within the HM Tower of London and the listed investments and bank balances transferred by the three other amalgamating charities. The investments have been managed as a single portfolio but regarded as comprising three sub-funds, a Choral Fund, a Benevolent Fund and a General Fund into which specified proportions of the assets of the amalgamating charities.

In aggregate the net assets transferred, principally comprising investments, amounted to some £2.304m which was received by way of donation from the amalgamating charities. During the year from 1 September 2020 to 31 August 2021, the incoming resources amounted to £158,100 (2020: £247,632) and outgoing resources to £106,954 (2020: £165,519). In addition, unrealised investment portfolio gains arose during the year of £286,404

TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2021

(2020: £112,506).

Income was enhanced by an appeal made for individual donations of £500 or more to enable a chair to be named in the Chapels. The amount received in the period for the chair donations amounted to £1,500 (2020: £500). The appeal remains open and continues to enjoy a slow but steady take up.

A Stewardship campaign continued during the period to encourage a direct debit method of regular individual giving via CAF. It is hoped that this will grow steadily and both provide regular income with reduced administration.

e. Reserves Policy

The Foundation is largely reliant on donations from those attending services in the Chapels and others including grant making bodies and visitors to HM Tower of London to supplement the investment income arising on its listed investment portfolio held to finance the provision of services within the Chapels including the cost of the Chaplain, Master of Music and Choir. The long-term policy is to aim to build up the investment portfolio through funding secured from additional donations and legacies so as to enable the Foundation to cover ongoing operating costs without recourse to cash reserves. At 31 August 2021 the total funds amounted to £3,542,105 (2020: £3,204,555). All funds are unrestricted but have been allocated between designated funds represented by tangible and heritage fixed assets of £260,953 (2020: £263,519), an investment reserve of £3,035,626 (2020: £2,750,541) and general reserves of £245,526 (2020: £190,495).

f. Heritage Assets

Heritage assets are assets of historical importance held to advance the objectives of the Foundation. These assets comprise items of ceremonial plate integral to the activities of the Chapels Royal, and are included at the valuation estimated to be an appropriate market value. These assets are not depreciated as they are deemed to have indeterminate lives and a comparatively high residual value; regular impairment reviews are undertaken. Historic Royal Palaces displays and provides day to day care for the Heritage Assets.

g. Risk Management

The Trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties relevant to the Foundation
- the establishment of policies, systems and procedures to mitigate the risks identified in the annual review
- the implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialise

Financial sustainability is the major financial risk for the Foundation. A key element of the management of financial risk is close attention to cash flows and projected outflows while seeking to secure grants, and voluntary income including legacy pledges.

h. Trustees' responsibilities statement

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice). The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;

TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2021

- state whether applicable accounting standards have been followed, subject to any 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 charity will continue in operation

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Constitution. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Reference and administrative details

Reference and administrative details of the charity, its trustees and advisers are shown on page 1.

This report was approved by the Trustees, on 8 June 2022 and signed on their behalf by:



General Lord Houghton of Richmond GCB CBE,
Chairman

**INDEPENDENT EXAMINER'S REPORT
For the Year Ended 31 August 2021**

**Independent Examiner's Report to the Trustees of The HM Tower of London Chapels Royal Foundation
(the 'charity')**

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 August 2021.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

Responsibilities and Basis of Report

As the Trustees of the charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

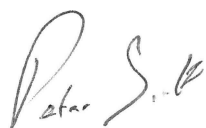
I report in respect of my examination of the charity's accounts carried out under section 145 of the Charities Act 2011. In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

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



Peter Scott FCA
Blick Rothenberg Limited
Chartered Accountants
16 Great Queen Street
London WC2B 5AH

28 June 2022

STATEMENT OF FINANCIAL ACTIVITIES
For the Year Ended 31 August 2021

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	2	52,351	52,351	114,934
Charitable activities	3	26,041	26,041	48,761
Investments	4	79,708	79,708	83,937
Total income		<u>158,100</u>	<u>158,100</u>	<u>247,632</u>
Expenditure on:				
Raising funds		1,319	1,319	468
Charitable activities:				
Other charitable activities		102,815	102,815	162,591
Governance	9	2,820	2,820	2,460
Total expenditure	5	<u>106,954</u>	<u>106,954</u>	<u>165,519</u>
Net income before investment gains		51,146	51,146	82,113
Net gains on investments	14	286,404	286,404	112,506
Net income before other recognised gains and losses		<u>337,550</u>	<u>337,550</u>	<u>194,619</u>
Net movement in funds		337,550	337,550	194,619
Reconciliation of funds:				
Total funds brought forward		3,204,555	3,204,555	3,009,936
Total funds carried forward		<u><u>3,542,105</u></u>	<u><u>3,542,105</u></u>	<u><u>3,204,555</u></u>

The notes on pages 9 to 18 form part of these financial statements.

The HM Tower of London Chapels Royal Foundation

BALANCE SHEET As at 31 August 2021

	Note	£	2021 £	£	2020 £
Fixed assets					
Tangible assets	12		229,453		232,019
Heritage assets	13		31,500		31,500
Investments	14		3,035,626		2,750,541
			<u>3,296,579</u>		<u>3,014,060</u>
Current assets					
Debtors	15	31,545		28,658	
Cash at bank and in hand		225,006		178,909	
		<u>256,551</u>		<u>207,567</u>	
Creditors: amounts falling due within one year	16	(11,025)		(17,072)	
Net current assets			<u>245,526</u>		<u>190,495</u>
Net assets			<u>3,542,105</u>		<u>3,204,555</u>
Charity Funds					
Unrestricted funds	17		<u>3,542,105</u>		<u>3,204,555</u>
Total funds			<u>3,542,105</u>		<u>3,204,555</u>

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 145 of the Charities Act 2011 ("the Act").

The Trustees acknowledge their responsibilities for complying with the requirements of the Act and the Charity (Accounts and Reports) Regulations 2008 with respect to accounting records and the preparation of financial statements.

The charity's financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

The financial statements were approved and authorised for issue by the Trustees on 8 June 2022 and signed on their behalf, by:



General Lord Houghton of Richmond GCB CBE,
Chairman

The notes on pages 9 to 18 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The HM Tower of London Chapels Royal Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The trustees have considered the impact of the pandemic on the financial position of the Foundation by taking account of both the reductions in income and the reduction made in levels of continuing costs. They have concluded that the Foundation remains a going concern for the foreseeable future and that the financial statements should accordingly be prepared on a going concern basis.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Further details of each fund are given in note 17.

1.3 Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the Foundation has received or been notified of both the amount and the date of receipt. Legacy gifts are recognised on a case by case basis following the grant of probate when the Foundation has been notified of the amount and the settlement date.

Interest and dividends are recognised when receivable; for interest this is normally on notification by the bank and for dividends on notification by the investment manager.

Income from Choir fees, Concerts and Chapel charges is recognised following the event for which the fees or charges have been made.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

1. Accounting Policies (continued)

1.4 Expenditure recognition

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Tangible fixed assets and depreciation

Heritage assets are included at market value. Heritage assets are deemed to have a high residual value and accordingly no depreciation is charged.

The Music Library, Bible, High Altar Set and Lectern are included at cost or valuation if lower. The residual value of these assets is deemed to be similar to the lower of cost or valuation and accordingly no depreciation is charged.

The Heritage assets, the Music Library, the Bible, High Altar Set and Lectern are reviewed annually for evidence of any reduction in net realisable value. The written down value of other tangible fixed assets is reviewed when events or circumstances indicate the written down value may not be recoverable.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rehearsal organ	-	10 years
Computer equipment	-	3 years
Vestments and chapel cloths	-	15 years

1.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured 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 'Gains/(losses) on investments' in the Statement of Financial Activities..

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

2. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Donations	52,351	52,351	64,934
Legacies	-	-	50,000
	<u>52,351</u>	<u>52,351</u>	<u>114,934</u>
Total donations and legacies	<u>52,351</u>	<u>52,351</u>	114,934
<i>Total 2020</i>	<u>114,934</u>	<u>114,934</u>	

3. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Chapel and Choir fees	26,041	26,041	48,761
	<u>26,041</u>	<u>26,041</u>	<u>48,761</u>
<i>Total 2020</i>	<u>48,761</u>	<u>48,761</u>	

4. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Investment income	79,589	79,589	83,609
Interest receivable	119	119	328
	<u>79,708</u>	<u>79,708</u>	<u>83,937</u>
<i>Total 2020</i>	<u>83,937</u>	<u>83,937</u>	

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

5. Analysis of Expenditure by expenditure type

	Staff costs 2021 £	Depreciation 2021 £	Other costs 2021 £	Total 2021 £	Total 2020 £
Expenditure on investment management	-	-	1,319	1,319	468
Costs of raising funds	-	-	1,319	1,319	468
Chapel and choir expenditure	14,195	2,566	81,929	98,690	157,956
Grants	-	-	4,125	4,125	4,635
Charitable activities	14,195	2,566	86,054	102,815	162,591
Expenditure on governance	-	-	2,820	2,820	2,460
	14,195	2,566	90,193	106,954	165,519
<i>Total 2020</i>	12,785	2,442	150,292	165,519	

6. Grants paid

	2021 £	2020 £
Grants to individuals	1,125	1,635
Grants to charities	3,000	3,000
	4,125	4,635

7. Direct costs

	Chapel and choir £	Total 2021 £	Total 2020 £
Choir fees and expenses	39,106	39,106	83,837
Master of Music fees	35,446	35,446	39,988
Music expenses	999	999	1,577
Wages and salaries	14,038	14,038	12,676
Pension cost	157	157	109
	89,746	89,746	138,187
<i>Total 2020</i>	138,187	138,187	

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

8. Support costs

	Governance £	Chapel and choir £	Total 2021 £	Total 2020 £
General and administrative costs	2,820	6,378	9,198	19,787
Depreciation	-	2,566	2,566	2,442
	<u>2,820</u>	<u>8,944</u>	<u>11,764</u>	<u>22,229</u>
<i>Total 2020</i>	<u>2,460</u>	<u>19,769</u>	<u>22,229</u>	

9. Governance costs

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Examiners remuneration	<u>2,820</u>	<u>2,820</u>	<u>2,460</u>

10. Net income/(expenditure)

This is stated after charging:

	2021 £	2020 £
Depreciation of tangible fixed assets: - owned by the charity	2,566	2,442
Trustees' emoluments (note 11)	<u>11,484</u>	<u>9,814</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

11. Staff costs

Staff costs were as follows:

	2021	<i>2020</i>
	£	£
Wages and stipends	14,038	<i>12,676</i>
Other pension costs	157	<i>109</i>
	14,195	<i>12,785</i>

The average number of persons employed by the charity during the year was as follows:

	2021	<i>2020</i>
	No.	No.
Chapel staff and stipend recipients	5	<i>5</i>

No employee received remuneration amounting to more than £60,000 in either year.

During the year, the Reverend Canon Roger J Hall MBE received in respect of his role of Chaplain of the HM Tower of London Chapel Royal, stipend payments totalling £11,484 (2020: £9,814). In addition, pension contributions were made to a defined contribution scheme of £157 (2020: £109). No other Trustee received any remuneration or benefits in kind. Travel expenses of £62 were paid to one trustee (2020: £89 to one trustee).

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

12. Tangible fixed assets

	Rehearsal organ £	High altar set £	Bible £	Music library £	Computer equipment £	Vestments and church cloths £		
Cost								
At 1 September 2020 and 31 August 2021	5,000	159,600	2,430	35,000	1,268	29,130		
Depreciation								
At 1 September 2020	4,625	-	-	-	1,268	11,472		
Charge for the year	375	-	-	-	-	2,191		
At 31 August 2021	5,000	-	-	-	1,268	13,663		
Net book value								
At 31 August 2021	-	159,600	2,430	35,000	-	15,467		
<i>At 31 August 2020</i>	<i>375</i>	<i>159,600</i>	<i>2,430</i>	<i>35,000</i>	<i>-</i>	<i>17,658</i>		
							Lectern £	Total £
Cost								
At 1 September 2020 and 31 August 2021					16,956	249,384		
Depreciation								
At 1 September 2020					-	17,365		
Charge for the year					-	2,566		
At 31 August 2021					-	19,931		
Net book value								
At 31 August 2021					16,956	229,453		
<i>At 31 August 2020</i>					<i>16,956</i>	<i>232,019</i>		

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

13. Charity heritage assets

	Gold plate £	Total £
Market value		
At 1 September 2020 and 31 August 2021	31,500	31,500
<i>At 31 August 2020</i>	<i>31,500</i>	<i>31,500</i>

The Heritage Assets comprise items of gold plate dating back to the 16th and 17th centuries and are held at market value. These items are of significant historical importance and are held by the charity to advance its objectives.

14. Fixed asset investments

	Listed securities £
Market value	
At 1 September 2020	2,750,541
Revaluations	286,404
Other movements	(1,319)
At 31 August 2021	3,035,626

Investments at fair value comprise

	31 August 2021 £	31 August 2020 £
Equities	2,212,053	1,793,689
Property	119,404	72,040
Fixed income	299,116	385,335
Alternative Investments	278,417	263,328
Liquid Assets	126,637	236,149
	3,035,627	2,750,541

15. Debtors

	2021 £	2020 £
Other debtors	9,231	6,733
Prepayments and accrued income	22,314	21,925
	31,545	28,658

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

16. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	-	1,792
Other taxation and social security	946	476
Accruals and deferred income	10,079	14,804
	<u>11,025</u>	<u>17,072</u>

17. Statement of funds

Statement of funds - year ended 31 August 2021

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2021 £
Designated funds						
Tangible and heritage assets	263,519	-	(2,566)	-	-	260,953
Investment assets	2,750,541	79,698	(1,319)	(79,698)	286,404	3,035,626
	<u>3,014,060</u>	<u>79,698</u>	<u>(3,885)</u>	<u>(79,698)</u>	<u>286,404</u>	<u>3,296,579</u>
General funds						
General Funds	190,495	78,402	(103,069)	79,698	-	245,526
Total Unrestricted funds	<u>3,204,555</u>	<u>158,100</u>	<u>(106,954)</u>	<u>-</u>	<u>286,404</u>	<u>3,542,105</u>
Total of funds	<u>3,204,555</u>	<u>158,100</u>	<u>(106,954)</u>	<u>-</u>	<u>286,404</u>	<u>3,542,105</u>

Statement of funds - year ended 31 August 2020

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2020 £
Designated funds						
Tangible and heritage assets	249,005	-	(2,442)	16,956	-	263,519
Investment assets	2,578,556	83,937	-	(24,458)	112,506	2,750,541
General funds						
General Funds	182,375	163,695	(163,077)	7,502	-	190,495
Total Unrestricted funds	<u>3,009,936</u>	<u>247,632</u>	<u>(165,519)</u>	<u>-</u>	<u>112,506</u>	<u>3,204,555</u>
Total of funds	<u>3,009,936</u>	<u>247,632</u>	<u>(165,519)</u>	<u>-</u>	<u>112,506</u>	<u>3,204,555</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2021

17. Statement of funds (continued)

Summary of funds - year ended 31 August 2021

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2021 £
Designated funds	3,014,060	79,698	(3,885)	(79,698)	286,404	3,296,579
General funds	190,495	78,402	(103,069)	79,698	-	245,526
	<u>3,204,555</u>	<u>158,100</u>	<u>(106,954)</u>	<u>-</u>	<u>286,404</u>	<u>3,542,105</u>

Summary of funds - year ended 31 August 2020

	<i>Balance at 1 September 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 August 2020 £</i>
Designated funds	2,827,561	83,937	(2,442)	(7,502)	112,506	3,014,060
General funds	182,375	163,695	(163,077)	7,502	-	190,495
	<u>3,009,936</u>	<u>247,632</u>	<u>(165,519)</u>	<u>-</u>	<u>112,506</u>	<u>3,204,555</u>

THE HM TOWER OF LONDON CHAPELS ROYAL FOUNDATION

England & Wales - Charity number 1160859

Accounts

The HM Tower of London Chapels Royal Foundation

Report And Financial Statements
for the year ended

31 August 2020

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
For the Year Ended 31 August 2020**

Trustees

General Lord Houghton of Richmond GCB CBE, Chairman
Brigadier Andrew Jackson CBE
The Reverend Canon Roger J Hall MBE, Chaplain
Lieutenant General Sir Simon Mayall KBE CB
Mr Nicholas C Goulding FCA
Mr Christopher G Stainforth FCA
Ms Gillian Fletcher
The Reverend Canon Paul S Wright

Charity registered number

1160859

Registered office

1 Tower Green, HM Tower of London, London, EC3N 4AB

Accountants

Blick Rothenberg Limited, 16 Great Queen Street, London, WC2B 5AH

Bankers

CAF Bank Limited, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JQ

Investment Managers

Sarasin & Partners LLP, Juxon House, 100 St Paul's Churchyard, London, EC4M 8BU

TRUSTEES' REPORT

For the Year Ended 31 August 2020

The members of The HM Tower of London Chapels Royal Foundation ("The Foundation"), who are also the trustees of the Foundation for the purposes of the Charities Acts, have pleasure in presenting their report and financial statements for the year ended 31 August 2020. The Financial Statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the Foundation's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

Structure and Governance

a. Constitution

The Foundation was constituted by deed on 10 March 2015 made jointly by The Lord Chamberlain, The Constable of Her Majesty's Tower of London and The Dean of Her Majesty's Chapels Royal and became effective on 12 March 2015, the date of Registration by The Charity Commission of the Foundation as a charitable incorporated organisation, registered number 1160859.

The Foundation was established to take over the assets of and undertakings then carried on by four charities ("the amalgamating charities") operating within HM Tower of London – The HM Tower of London Choral Foundation (Reg. No. 249306), The Association of Friends of the Chapel Royal within Her Majesty's Tower of London (Reg. No. 259429), The Constable's Fund (Reg. No. 275453) and The Council of the Chapels Royal within HM Tower of London (Reg. No. 1142785). The Trustees of each of the amalgamating charities resolved on 9 June 2015 to transfer to the Foundation the assets and undertaking of the relevant charity with effect 31 August 2015 having obtained necessary agreement from the Charity Commission and subsequently to apply to the Commission to remove that charity from the Central Register of Charities.

The Chapels Royal within HM Tower of London ("the Chapels") comprise The Chapel Royal of St Peter ad Vincula and the Chapel Royal of St John the Evangelist.

Objects, activities and public benefit

a. Objects

The objects of the Foundation are:

- a) to advance the religion of the Church of England by promoting the use of the Chapels as places of public religious worship and by supporting the Chaplain in the exercise of his ministry.
- b) to provide a Master of Music, an Assistant Master of Music and Organist, and a Choir with a view to ensuring that the musical content of Services is of the highest quality; to advise and assist the Chaplain in the promotion of the mission of the Church of England; and generally to provide facilities for the edification of those attending public religious services in the Chapels.
- c) to relieve persons in need who work or have worked within HM Tower of London and their dependants in need.
- d) to co-operate with Historic Royal Palaces and other organisations in the presentation of the Chapels to the public as places of national heritage and historic interest.
- e) to make grants to other charities and to apply funds for other charitable purposes.

b. Activities for achieving objectives

During the period under review the Foundation provided over 125 services in the Chapels. These services included regular Sunday services and some evening services held on feast days, as well as weddings and memorial services. In addition, there were joint services with neighbouring churches and also special services for members of other organisations, such as charities and livery companies. The Chapel Royal of St Peter ad Vincula is one of the regimental chapels of the Royal Regiment of Fusiliers, and as such provides annual commemorative or other services for members of a number of ex-service and other organisations. During this

TRUSTEES' REPORT (continued) For the Year Ended 31 August 2020

period, the Princess of Wales's Royal Regiment were also granted permission to use St Peter ad Vincula as one of their regimental chapels.

The Foundation provided advice to the Chaplain and supported him in his pastoral work and in the ministry which he exercises in and from the Chapels.

While Historic Royal Palaces (Charity No. 106682) maintains the physical structures and permanent fixtures of the Chapels, it is necessary for the Foundation to raise, from worshippers and supporters of the Chapels and others, the funds required to maintain the activities of the Chapels and to expand the reach of the Chapel's communities and the Chaplain's ministry. The Foundation also encourages the Chaplain in his outreach work in the London Borough of Tower Hamlets, which include some of the most deprived parts of the country. During the period under review, the Foundation extended this work by continuing a scheme for members of the congregation to support a Food Bank in Tower Hamlets.

During the period, the Foundation made provision for grants of £3,000 to certain other charities and also provided assistance to some charities to enable them to hold services in the Chapels.

From the end of March until 7th July 2020, the Tower of London was closed as restrictions were put in place to control the spread of COVID-19. The Chapel was able to continue with a restricted service, in line with direction from the Church of England, within this period. Social distancing rules meant that it was not possible to allow public access to St Peter ad Vincula from 7th July for the remainder of the period, although Sunday service resumed.

2020 marked the 500th Anniversary of the chapel of St Peter ad Vincula. To celebrate this, a programme of 15 events was organised, including lectures, musical events, flower festival and special services throughout 2020. The programme was devised and managed by a committee made up of Chapel members and HRP. Sadly, the pandemic resulted in the cancellation of all Chapel 500 events in this reporting period other than certain lectures held before the closure of the Tower.

c. Public Benefit

When planning activities for the year, the Chaplain and the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The services exemplify faith through prayer and scripture, music and sacrament. The main services which are held in the Chapels are conducted not only for the benefit of those who work and live within the Tower of London, and for the regular extra-mural congregations, but also for the public generally, to facilitate wide public participation, arrangements are in place for members of the public to be admitted to the Tower of London free of charge if they wish only to attend services in the Chapels.

Nearly 3 million people would normally visit the Tower of London each year and a substantial number of them visit one or both of the Chapels. In so doing they experience the Chapels, not only as places of beauty and great significance in the history of the nation, but also as living places of worship.

d. Financial Review

The Foundation was established in March 2015 but did not commence operating activities until immediately after the transfer of assets and undertakings of the amalgamating charities on 31 August 2015. The principal assets acquired by the Foundation comprised the Chapel Plate, Chapel furnishings and bank balances transferred by the Council of the Chapels Royal within the HM Tower of London and the listed investments and bank balances transferred by the three other amalgamating charities. The investments have been managed as a single portfolio but regarded as comprising three sub-funds, a Choral Fund, a Benevolent Fund and a General Fund into which specified proportions of the assets of the amalgamating charities.

In aggregate the net assets transferred, principally comprising investments, amounted to some £2.304m which was received by way of donation from the amalgamating charities.

**TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2020**

During the year from 1 September 2019 to 31 August 2020, the incoming resources amounted to £247,632 (2019: £250,486) and outgoing resources to £165,519 (2019: £189,227). In addition, unrealised investment portfolio gains arose during the year of £112,506 (2019: £108,911).

Income was enhanced by an appeal made for individual donations of £500 or more to enable a chair to be named in the Chapels. The amount received in the period for the chair donations amounted to £500 (2019: £1,750). The appeal remains open and continues to enjoy a slow but steady take up. A substantial in memoriam donation of £50,000 was received.

A Stewardship campaign continued during the period to encourage a direct debit method of regular individual giving via CAF. It is hoped that this will grow steadily and both provide regular income with reduced administration.

e. Reserves Policy

The Foundation is largely reliant on donations from those attending services in the Chapels and others including grant making bodies and visitors to HM Tower of London to supplement the investment income arising on its listed investment portfolio held to finance the provision of services within the Chapels including the cost of the Chaplain, Master of Music and Choir. The long-term policy is to aim to build up the investment portfolio through funding secured from additional donations and legacies so as to enable the Foundation to cover ongoing operating costs without recourse to cash reserves. At 31 August 2020 the total funds amounted to £3,204,555 (2019: £3,009,936). All funds are unrestricted but have been allocated between designated funds represented by tangible and heritage fixed assets of £263,519 (2019: £249,005), an investment reserve of £2,750,541 (2019: £2,578,556) and general reserves of £190,495 (2019: £182,375).

f. Heritage Assets

Heritage assets are assets of historical importance held to advance the objectives of the Foundation. These assets comprise items of ceremonial plate integral to the activities of the Chapels Royal, and are included at the valuation estimated to be an appropriate market value. These assets are not depreciated as they are deemed to have indeterminate lives and a comparatively high residual value; regular impairment reviews are undertaken. Historic Royal Palaces displays and provides day to day care for the Heritage Assets.

g. Risk Management

The Trustees have a risk management strategy which comprises:

- An annual review of the principal risks and uncertainties relevant to the Foundation
- The establishment of policies, systems and procedures to mitigate the risks identified in the annual review
- The implementation of procedures designed to minimise or manage any potential impact on the Foundation should those risks materialise.

Financial sustainability is the major financial risk for the Foundation. A key element of the management of financial risk is close attention to cash flows and projected outflows while seeking to secure grants, and voluntary income including legacy pledges

h. Trustees' responsibilities statement

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice). The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the Trustees are required to:

**TRUSTEES' REPORT (continued)
For the Year Ended 31 August 2020**

- select suitable accounting policies and then apply them;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any 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 charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Constitution. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Reference and administrative details

Reference and administrative details of the charity, its trustees and advisers are shown on page 1.

This report was approved by the Trustees, on 12 October 2021 and signed on their behalf by:



General Lord Houghton of Richmond GCB CBE,
Chairman

**INDEPENDENT EXAMINER'S REPORT
For the Year Ended 31 August 2020**

**Independent Examiner's Report to the Trustees of The HM Tower of London Chapels Royal Foundation
(the 'charity')**

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 August 2020.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

Responsibilities and Basis of Report

As the Trustees of the charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

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

Independent Examiner's Statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

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



Alexander Macpherson FCA
Blick Rothenberg Limited
Chartered Accountants
16 Great Queen Street
London WC2B 5AH

13 October 2021

STATEMENT OF FINANCIAL ACTIVITIES
For the Year Ended 31 August 2020

	Note	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:				
Donations and legacies	2	114,934	114,934	131,600
Charitable activities	3	48,761	48,761	45,680
Investments	4	83,937	83,937	73,206
Total income		247,632	247,632	250,486
Expenditure on:				
Raising funds		468	468	785
Charitable activities:				
Other charitable activities		162,591	162,591	185,982
Governance	9	2,460	2,460	2,460
Total expenditure	5	165,519	165,519	189,227
Net income before investment gains		82,113	82,113	61,259
Net gains on investments	14	112,506	112,506	108,911
Net income before other recognised gains and losses		194,619	194,619	170,170
Net movement in funds		194,619	194,619	170,170
Reconciliation of funds:				
Total funds brought forward		3,009,936	3,009,936	2,839,766
Total funds carried forward		3,204,555	3,204,555	3,009,936

The notes on pages 9 to 19 form part of these financial statements.

The HM Tower of London Chapels Royal Foundation

BALANCE SHEET As at 31 August 2020

	Note	£	2020 £	£	2019 £
Fixed assets					
Tangible assets	12		232,019		217,505
Heritage assets	13		31,500		31,500
Investments	14		2,750,541		2,578,556
			3,014,060		2,827,561
Current assets					
Debtors	15	28,658		40,411	
Cash at bank and in hand		178,909		167,047	
		207,567		207,458	
Creditors: amounts falling due within one year	16	(17,072)		(25,083)	
Net current assets			190,495		182,375
Net assets			3,204,555		3,009,936
Charity Funds					
Unrestricted funds	17		3,204,555		3,009,936
Total funds			3,204,555		3,009,936

The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 145 of the Charities Act 2011 ("the Act").

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The charity's financial statements have been prepared in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland.

The financial statements were approved and authorised for issue by the Trustees on 12 October 2021 and signed on their behalf, by:



General Lord Houghton of Richmond GCB CBE,
Chairman

The notes on pages 9 to 19 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The HM Tower of London Chapels Royal Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The trustees have considered the impact of the pandemic on the financial position of the Foundation by taking account of both the reductions in income and the reduction made in levels of continuing costs. They have concluded that the Foundation remains a going concern for the foreseeable future and that the financial statements should accordingly be prepared on a going concern basis.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

Further details of each fund are given in note 17.

1.3 Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised when the Foundation has received or been notified of both the amount and the date of receipt. Legacy gifts are recognised on a case by case basis following the grant of probate when the Foundation has been notified of the amount and the settlement date.

Interest and dividends are recognised when receivable; for interest this is normally on notification by the bank and for dividends on notification by the investment manager.

Income from Choir fees, Concerts and Chapel charges is recognised following the event for which the fees or charges have been made.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of donation.

Other income is recognised in the period in which it is receivable and to the extent that goods have been provided or on completion of the service.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

1. Accounting Policies (continued)

1.4 Expenditure recognition

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.5 Tangible fixed assets and depreciation

Heritage assets are included at market value. Heritage assets are deemed to have a high residual value and accordingly no depreciation is charged.

The Music Library, Bible, High Altar Set and Lectern are included at cost or valuation if lower. The residual value of these assets is deemed to be similar to the lower of cost or valuation and accordingly no depreciation is charged.

The Heritage assets, the Music Library, the Bible, High Altar Set and Lectern are reviewed annually for evidence of any reduction in net realisable value. The written down value of other tangible fixed assets is reviewed when events or circumstances indicate the written down value may not be recoverable.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Rehearsal organ	-	10 years
Computer equipment	-	3 years
Vestments and chapel cloths	-	15 years

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

1. Accounting Policies (continued)

1.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured 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 'Gains/(losses) on investments' in the Statement of Financial Activities.

2. Income from donations and legacies

	Unrestricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Donations	64,934	64,934	81,600
Legacies	50,000	50,000	50,000
	<hr/>	<hr/>	<hr/>
Total donations and legacies	114,934	114,934	131,600
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<i>Total 2019</i>	<i>131,600</i>	<i>131,600</i>	
	<hr/> <hr/>	<hr/> <hr/>	

3. Income from charitable activities

	Unrestricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Chapel and Choir fees	48,761	48,761	45,680
	<hr/>	<hr/>	<hr/>
<i>Total 2019</i>	<i>45,680</i>	<i>45,680</i>	
	<hr/> <hr/>	<hr/> <hr/>	

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

4. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Investment income	83,609	83,609	72,691
Interest receivable	328	328	515
	<u>83,937</u>	<u>83,937</u>	<u>73,206</u>
<i>Total 2019</i>	<u>73,206</u>	<u>73,206</u>	

5. Analysis of Expenditure by expenditure type

	Staff costs 2020 £	Depreciation 2020 £	Other costs 2020 £	Total 2020 £	Total 2019 £
Expenditure on investment management	-	-	468	468	785
Costs of raising funds	<u>-</u>	<u>-</u>	<u>468</u>	<u>468</u>	<u>785</u>
Chapel and choir expenditure	12,785	2,442	142,729	157,956	181,032
Grants	-	-	4,635	4,635	4,950
Charitable activities	<u>12,785</u>	<u>2,442</u>	<u>147,364</u>	<u>162,591</u>	<u>185,982</u>
Expenditure on governance	<u>-</u>	<u>-</u>	<u>2,460</u>	<u>2,460</u>	<u>2,460</u>
	<u>12,785</u>	<u>2,442</u>	<u>150,292</u>	<u>165,519</u>	<u>189,227</u>
<i>Total 2019</i>	<u>14,837</u>	<u>2,442</u>	<u>171,948</u>	<u>189,227</u>	

6. Grants paid

	2020 £	2019 £
Grants to individuals	1,635	1,950
Grants to charities	3,000	3,000
	<u>4,635</u>	<u>4,950</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

7. Direct costs

	Chapel and choir £	Total 2020 £	Total 2019 £
Choir fees and expenses	83,837	83,837	95,184
Master of Music fees	39,988	39,988	41,535
Music expenses	1,577	1,577	5,521
Wages and stipends	12,676	12,676	14,766
Pension cost	109	109	71
	<u>138,187</u>	<u>138,187</u>	<u>157,077</u>
<i>Total 2019</i>	<u>157,077</u>	<u>157,077</u>	

8. Support costs

	Governance £	Chapel and choir £	Total 2020 £	Total 2019 £
General and administrative costs	2,460	17,327	19,787	23,973
Depreciation	-	2,442	2,442	2,442
	<u>2,460</u>	<u>19,769</u>	<u>22,229</u>	<u>26,415</u>
<i>Total 2019</i>	<u>2,460</u>	<u>23,955</u>	<u>26,415</u>	

9. Governance costs

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Examiners remuneration	2,460	2,460	2,460

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

10. Net income/(expenditure)

This is stated after charging:

	2020	<i>2019</i>
	£	£
Depreciation of tangible fixed assets:		
- owned by the charity	2,442	<i>2,442</i>
Trustees' emoluments (note 11)	9,814	<i>9,006</i>
	<u>9,814</u>	<u><i>9,006</i></u>

11. Staff costs

Staff costs were as follows:

	2020	<i>2019</i>
	£	£
Wages and stipends	12,676	<i>14,766</i>
Other pension costs	109	<i>71</i>
	<u>12,785</u>	<u><i>14,837</i></u>

The average number of persons employed by the charity during the year was as follows:

	2020	<i>2019</i>
	No.	No.
Chapel staff and stipend recipients	5	<i>6</i>

No employee received remuneration amounting to more than £60,000 in either year.

During the year, the Reverend Canon Roger J Hall MBE received in respect of his role of Chaplain of the HM Tower of London Chapel Royal, stipend payments totalling £9,814 (2019: £9,006). In addition, pension contributions were made to a defined contribution scheme of £109 (2019: £71). No other Trustee received any remuneration or benefits in kind. Travel expenses of £89 were paid to one trustee (2019: £1,786 to two trustees).

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

12. Tangible fixed assets

	Rehearsal organ £	High altar set £	Bible £	Music library £	Computer equipment £	Vestments and church cloths £		
Cost								
At 1 September 2019	5,000	159,600	2,430	35,000	1,268	29,130		
Additions	-	-	-	-	-	-		
At 31 August 2020	5,000	159,600	2,430	35,000	1,268	29,130		
Depreciation								
At 1 September 2019	4,125	-	-	-	1,268	9,530		
Charge for the year	500	-	-	-	-	1,942		
At 31 August 2020	4,625	-	-	-	1,268	11,472		
Net book value								
At 31 August 2020	375	159,600	2,430	35,000	-	17,658		
At 31 August 2019	875	159,600	2,430	35,000	-	19,600		
							Lectern £	Total £
Cost								
At 1 September 2019							-	232,428
Additions							16,956	16,956
At 31 August 2020							16,956	249,384
Depreciation								
At 1 September 2019							-	14,923
Charge for the year							-	2,442
At 31 August 2020							-	17,365
Net book value								
At 31 August 2020							16,956	232,019
At 31 August 2019							-	217,505

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

13. Charity heritage assets

	Gold plate £	Total £
Market value		
At 1 September 2019 and 31 August 2020	31,500	31,500
<i>At 31 August 2019</i>	<i>31,500</i>	<i>31,500</i>

The Heritage Assets comprise items of gold plate dating back to the 16th and 17th centuries and are held at market value. These items are of significant historical importance and are held by the charity to advance its objectives.

14. Fixed asset investments

	Listed securities £
Market value	
At 1 September 2019	2,578,556
Additions	50,000
Revaluations	112,506
Other movements	9,479
At 31 August 2020	2,750,541

Investments at fair value comprise

	31 August 2020 £	31 August 2019 £
Equities	1,793,689	1,811,325
Property	72,040	239,559
Fixed income	385,335	355,086
Alternative Investments	263,328	102,842
Liquid Assets	236,149	69,744
	2,750,541	2,578,556

15. Debtors

	2020 £	2019 £
Other debtors	6,733	8,133
Prepayments and accrued income	21,925	32,278
	28,658	40,411

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

16. Creditors: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	1,792	2,280
Other taxation and social security	476	1,216
Accruals and deferred income	14,804	21,587
	<u>17,072</u>	<u>25,083</u>

17. Statement of funds

Statement of funds - year ended 31 August 2020

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2020 £
Designated funds						
Tangible and heritage assets	249,005	-	(2,442)	16,956	-	263,519
Investment assets	2,578,556	83,937	-	(24,458)	112,506	2,750,541
	<u>2,827,561</u>	<u>83,937</u>	<u>(2,442)</u>	<u>(7,502)</u>	<u>112,506</u>	<u>3,014,060</u>
General funds						
General Funds	182,375	163,695	(163,077)	7,502	-	190,495
Total Unrestricted funds	<u>3,009,936</u>	<u>247,632</u>	<u>(165,519)</u>	<u>-</u>	<u>112,506</u>	<u>3,204,555</u>
Total of funds	<u>3,009,936</u>	<u>247,632</u>	<u>(165,519)</u>	<u>-</u>	<u>112,506</u>	<u>3,204,555</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

17. Statement of funds (continued)

Statement of funds - year ended 31 August 2019

	<i>Balance at 1 September 2018 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 August 2019 £</i>
Designated funds						
Tangible and heritage assets	251,447	-	(2,442)	-	-	249,005
Investment assets	2,430,196	73,206	-	(33,757)	108,911	2,578,556
	<u>2,681,643</u>	<u>73,206</u>	<u>(2,442)</u>	<u>(33,757)</u>	<u>108,911</u>	<u>2,827,561</u>
General funds						
General Funds	158,123	177,280	(186,785)	33,757	-	182,375
Total Unrestricted funds	<u>2,839,766</u>	<u>250,486</u>	<u>(189,227)</u>	<u>-</u>	<u>108,911</u>	<u>3,009,936</u>
Total of funds	<u><u>2,839,766</u></u>	<u><u>250,486</u></u>	<u><u>(189,227)</u></u>	<u><u>-</u></u>	<u><u>108,911</u></u>	<u><u>3,009,936</u></u>

Summary of funds - year ended 31 August 2020

	Balance at 1 September 2019 £	Income £	Expenditure £	Transfers £	Gains/ (Losses) £	Balance at 31 August 2020 £
Designated funds	2,827,561	83,937	(2,442)	(7,502)	112,506	3,014,060
General funds	182,375	163,695	(163,077)	7,502	-	190,495
	<u>3,009,936</u>	<u>247,632</u>	<u>(165,519)</u>	<u>-</u>	<u>112,506</u>	<u>3,204,555</u>

Summary of funds - year ended 31 August 2019

	<i>Balance at 1 September 2018 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 August 2019 £</i>
Designated funds	2,681,643	73,206	(2,442)	(33,757)	108,911	2,827,561
General funds	158,123	177,280	(186,785)	33,757	-	182,375
	<u>2,839,766</u>	<u>250,486</u>	<u>(189,227)</u>	<u>-</u>	<u>108,911</u>	<u>3,009,936</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 August 2020

18. Analysis of net assets between funds

Analysis of net assets between funds - year ended 31 August 2020

	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	232,019	232,019
Fixed asset investments	2,750,541	2,750,541
Heritage assets	31,500	31,500
Current assets	207,567	207,567
Creditors due within one year	(17,072)	(17,072)
	<u>3,204,555</u>	<u>3,204,555</u>

Analysis of net assets between funds - year ended 31 August 2019

	<i>Unrestricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Tangible fixed assets	217,505	217,505
Fixed asset investments	2,578,556	2,578,556
Heritage assets	31,500	31,500
Current assets	207,458	207,458
Creditors due within one year	(25,083)	(25,083)
	<u>3,009,936</u>	<u>3,009,936</u>