

THE FRIENDS OF EXETER CATHEDRAL

England & Wales · Charity number 207096

Details

Status Registered

Legal form Other

Registered 1962-06-29

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

Contact

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Palace Gate
Exeter
EX1 1HY

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Activities

Objects: THE OBJECT OF THE FRIENDS SHALL BE TO CO-OPERATE WITH THE DEAN AND CHAPTER IN FURTHERING THE RELIGIOUS AND OTHER CHARITABLE WORK OF THE CATHEDRAL CHURCH OF ST PETER IN EXETER

Activities: Provides finance for Exeter Cathedral fabric maintenance, music library and archives.

Classification

- **How:** Makes Grants To Organisations
- **What:** Other Charitable Purposes
- **Who:** Other Defined Groups

Geography

- **Area of benefit:** EXETER
- Devon

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£332,313	£371,568	-	-
2023-12-31	£309,768	£1,373,013	-	-
2022-12-31	£468,903	£344,755	-	-
2021-12-31	£363,780	£326,769	-	-
2020-12-31	£412,319	£509,753	-	-

Trustees

Name	Role	Appointed
Rosemary Yallop Dr	Chair	2022-06-29
JOE RODERICK		2024-06-28
James Frampton		2021-06-26
Peter James Balsom		2025-06-30
Prof Nicholas Jan Gutowski		2024-06-28
The Revd Canon Ian Charles Morter		2018-06-29

THE FRIENDS OF EXETER CATHEDRAL

England & Wales - Charity number 207096

Accounts

REGISTERED CHARITY NUMBER: 207096

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2024
FOR
THE FRIENDS OF EXETER CATHEDRAL**

Streets Audit LLP
Statutory Auditors
2 Barnfield Crescent
Exeter
Devon
EX1 1QT

THE FRIENDS OF EXETER CATHEDRAL
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FOR THE YEAR ENDED 31 DECEMBER 2024

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THE FRIENDS OF EXETER CATHEDRAL
REFERENCE AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2024

Registered Charity No. 207096

Patron	His Majesty The King	
President	The Bishop of Exeter	
Vice Presidents	His Majesty's Lord-Lieutenant for Devon The Chairman of Devon County Council The Right Worshipful the Lord Mayor of Exeter The Right Worshipful the Lord Mayor of Plymouth	
Office and Registered Address	The Friends Office, The West Wing, The Palace, Exeter, EX1 1HY	
Chairman	Dr Rosemary Yallop	
Honorary Treasurer	Joe Roderick	
Secretary	Peter J Privett	
Auditors	Streets Audit LLP, Chartered Accountants 2 Barnfield Crescent, Exeter, EX1 1QT	
Bankers	National Westminster Bank PLC Exeter Bank Branch, High St, Exeter, EX4 3DP	
Investment Advisors	CCLA Investment Management Ltd One Angel Lane, London, EC4R 3AB Charles Stanley & Co Ltd Broadwalk House, Southernhay West, Exeter, EX1 1TS	
Trustees	Dr Rosemary Yallop The Rev Canon Ian Morter Mr Joe Roderick	Chairman Deputy Chairman Treasurer
	Dr Reuben Ayres Mr Robin Barlow (from 28 June to 21 Aug 2024) Mr James Frampton Prof Nicholas Gutowski (from 28 June 2024) Mr Peter Owen-Pawson (to 28 June 2024) Mrs Fiona Thompson Mrs Diane Walker (to 28 June 2024) Mr Jonathan Walker	

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024

The Trustees present their report with the financial statements of the charity for the year ended 31 December 2024. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and Activities

The object of The Friends of Exeter Cathedral (The Friends) shall be to co-operate with the Dean and Chapter in furthering the religious and other charitable work of the Cathedral Church of St Peter in Exeter by:

- Arousing and maintaining public interest in the Cathedral including the encouragement of the interest and participation of young people.
- Assisting and supporting the Dean and Chapter in maintaining, improving and adding to the fabric, furniture, ornaments, services and music of the Cathedral and in maintaining, adding to, and improving the precincts thereof (excluding the houses of residence) and in the publication of literature having reference to the Cathedral.
- Establishing and maintaining scholarships for those seeking to enter the Cathedral School at Exeter as choristers.
- Maintaining and adding to the books and archives of the Cathedral Library.
- Publishing literature furthering the objects of The Friends, including an annual report.
- Such other means as the Trustees from time to time think fit.

There have been no policy changes during the year.

Public benefit

As shown elsewhere in this report, the whole of our annual income, after allowing for small amounts of administration expenditure, is available for the benefit of the Dean and Chapter of Exeter Cathedral. Being one of the major donors to the Cathedral and its mission, the Friends help maintain the fabric, support its music and library and its educational and spiritual aims. The Trustees have had due regard to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Full details of the grants in aid to the Dean and Chapter appear in the Financial Statements. The Trustees look to be able to continue the support as in the past.

FINANCIAL REVIEW

Financial position

Total incoming resources increased by £22,545 to £332,313, including sums received for the Endowment Fabric Fund [see note 16], on account of a higher level of both legacies receivable and donations. The Trustees are able to report that dividends and interest received are accounted for on a receivable basis as per Note 1, some sums are held on deposit pending being drawn by the Dean and Chapter.

Total resources expended decreased by £1,001,445 to £371,568, on account of the £1m grant to the Cathedral for the Cloister Project reserved in the 2023 financial statements.

The net effect being that net incoming resources before other recognised gains or losses decreased by £1,023,990 to a deficit of £39,255. There was an increase in the valuation of investments of £224,410. Accordingly, the increase in funds held was £185,155.

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024

FINANCIAL REVIEW

Investment policy and objectives

The investment policy is to maintain a balanced portfolio of investments, and aiming to adopt the Ethical Investment policies of the Church of England, so as to enjoy the optimum income compatible with sustaining, in real terms, the capital value of the portfolio.

Reserves policy

Under the constitution all the resources may be applied towards the charity objectives. It is the policy of the Trustees, however, to recognise that the charity has prospective obligations in perpetuity and accordingly, subject to any overriding direction from the donor, to invest the endowment funds to secure the optimum income compatible with maintaining, in real terms, the capital value of the portfolio. Cash balances have been kept to a minimum level consistent with the anticipated demands for draw down of grants. The balance of funds not required are invested in a selection of managed funds (mainly equities) operated by CCLA Investment Management Limited and a segregated fund of equities managed by Charles Stanley & Co Limited, the latter having been liquidated by 31 December 2024 in order to fund the £1M grant to the Cathedral for the Cloister Development Project. The charity's unrestricted free reserves at the year-end were £5,916,650 (2023:£ 5,813,765).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

The Charity was founded in 1929 by the Charity Commissioners' Scheme and is currently governed by a revised Constitution approved by the Charity Commissioners and dated 29 June 1992. The constitution was amended at the Annual General Meeting on 25 June 1999 and again at the Annual General Meeting on 29 June 2000 each of the amendments being subsequently approved by the Charity Commissioners. Amendments made at the Annual General Meetings on 28 June 2013 and 28 June 2024 did not require Charity Commission approval.

Organisational structure

The affairs of The Friends are managed by a Board of Trustees consisting of no fewer than five and not more than twelve members elected at Annual General Meetings in accordance with the Constitution. The Board of Trustees has power to appoint sub-committees. No remuneration is paid to any Trustee.

The following documents are provided to assist new members in their new role:

- a) A copy of the Charity Commission's Guidance "The Essential Trustee; what you need to know".
- b) A copy of the last financial statements.
- c) A copy of the Charity's Constitution.
- d) A copy of the last minutes.

Risk management

The Trustees consider that the principal risk to which the charity is exposed is loss of capital due to fluctuations in the markets which could lead to a sudden drop in income. To counter this risk a cash reserve is maintained at least equal to the amount currently committed to the Dean and Chapter for the following twelve months so that commitments made are certain to be honoured. The Trustees employ professional fund managers to help mitigate the consequences of market fluctuations.

**THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

TRUSTEE RESPONSIBILITIES

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

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

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

Approved by the Board of Trustees of The Friends of Exeter Cathedral on and signed on its behalf by:

.....
Rosemary Yallop - Chairman

.....
Peter Privett – Secretary

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE FRIENDS OF EXETER CATHEDRAL

Opinion

We have audited the financial statements of The Friends of Exeter Cathedral (the "Charity") for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Balance Sheet the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2024 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE FRIENDS OF EXETER CATHEDRAL (continued)**

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, 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 they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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.

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.

Streets Audit LLP
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
2 Barnfield Crescent
Exeter Devon
EX1 1QT

Date:

THE FRIENDS OF EXETER CATHEDRAL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	74,120	-	-	74,120	48,301
Other trading activities	3	3,110	-	-	3,110	3,310
Investment income	4	187,297	13,899	53,887	255,083	258,157
Total		264,527	13,899	53,887	332,313	309,768
EXPENDITURE ON						
Raising funds		33,761	-	10,551	44,312	45,815
Charitable activities						
Annual Grants		281,256	16,000	30,000	327,256	327,198
Cloister Grant 2023		-	-	-	-	250,000
Cloister Grant 2024-26 inc 15		-	-	-	-	750,000
Total	5	315,017	16,000	40,551	371,568	1,373,013
Net gains on investments		153,375	12,273	58,762	224,410	759,243
NET INCOME/ (EXPENDITURE)		102,885	10,172	72,098	185,155	(304,002)
RECONCILIATION OF FUNDS						
Total funds brought forward		5,813,765	483,331	2,233,716	8,530,812	8,834,814
TOTAL FUNDS CARRIED FORWARD		5,916,650	493,503	2,305,814	8,715,967	8,530,812

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**BALANCE SHEET
AT 31 DECEMBER 2024**

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2024 Total funds £	2023 Total funds £
FIXED ASSETS						
Tangible assets	10	14,026	-	-	14,026	14,516
Investments	11	<u>6,793,232</u>	<u>487,394</u>	<u>1,270,346</u>	<u>8,550,972</u>	<u>9,174,502</u>
		6,807,258	487,394	1,270,346	8,564,998	9,189,018
CURRENT ASSETS						
Stocks	12	150	-	-	150	775
Debtors	13	20,695	-	-	20,695	5,097
Cash on deposit	14	699,517	-	-	699,517	-
Cash at bank and in hand		<u>(1,012,300)</u>	<u>6,109</u>	<u>1,035,468</u>	<u>29,277</u>	<u>196,983</u>
		(291,938)	6,109	1,035,468	749,639	202,855
CREDITORS						
Amounts falling due within one year	15(a)	(598,670)	-	-	(598,670)	(361,061)
<hr/>						
NET CURRENT ASSETS / (LIABILITIES)		(890,608)	6,109	1,035,468	150,969	(158,206)
TOTAL ASSETS LESS CURRENT LIABILITIES		5,916,650	493,503	2,305,814	8,715,967	9,030,812
CREDITORS: Amounts falling due after more than one year	15(b)	-	-	-	-	(500,000)
<hr/>						
NET ASSETS		<u>5,916,650</u>	<u>493,503</u>	<u>2,305,814</u>	<u>8,715,967</u>	<u>8,530,812</u>
FUNDS						
Unrestricted funds:						
General fund					5,916,650	5,813,765
<hr/>						
Restricted funds:						
Music Fund	16				293,809	287,757
Choral Music Fund					199,694	195,574
					<u>493,503</u>	<u>483,331</u>
<hr/>						
Endowment funds:						
Endowment fabric fund	16				2,305,814	2,233,716
<hr/>						
TOTAL FUNDS					<u>8,715,967</u>	<u>8,530,812</u>

The financial statements were approved by the Board of Trustees on and were signed on its behalf by:

.....
Rosemary Yallop - Chairman

.....
Joe Roderick - Treasurer

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024 £	2023 £
Cash flows from operating activities:			
Net cash provided by operating activities	1	(571,212)	(466,559)
		-----	-----
Cash flows from investing activities:			
Dividends, interest and rents from investment		255,083	258,157
Purchase of equipment		-	(588)
Proceeds from sale of investments		847,940	244,321
		-----	-----
Net cash provided/(used in) by investing activities		<u>1,103,023</u>	<u>501,890</u>
Change in cash and cash equivalents in the reporting period		531,811	35,331
Cash and cash equivalents at the beginning of the reporting period		<u>196,983</u>	<u>161,652</u>
Cash and cash equivalents at the end of the reporting period	2	<u>728,794</u>	<u>196,983</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2024

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2024	2023
	£	£
Net income for the reporting period (as per the statement of financial activities)	185,155	(304,002)
Adjustments for:		
Depreciation charges	490	490
Gains on investments	(224,410)	(759,243)
Dividends, interest and rents from investment	(255,083)	(258,157)
(Increase)/decrease in stocks	625	370
(Increase)/decrease in debtors	(15,598)	42,509
(Increase)/decrease in investments	-	35,088
Increase/(decrease) in creditors	<u>(262,391)</u>	<u>776,386</u>
Net cash provided by operating activities	<u>(571,212)</u>	<u>(466,559)</u>
2. ANALYSIS OF CASH AND CASH EQUIVALENTS	2024	2023
	£	£
Cash at bank and in hand	29,277	196,415
Notice deposits (less than 3 months)	<u>699,517</u>	<u>568</u>
Total cash and cash equivalents	<u>728,794</u>	<u>196,983</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements have been prepared on a going concern basis as there are no material uncertainties about the charity's ability to continue operating.

Income

All incoming resources are included in the Statement of Financial Activities (SOFA) when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations and membership fees and is included in full in the SOFA when receivable. Legacies are accounted for as income once the representatives of the estate have advised the amount receivable whether received as a pecuniary or residuary bequest or subject to a life tenancy. Assets received by way of legacies are included as legacy income at market value on the date of transfer.
- Incoming resources from charitable trading activity are accounted for when earned.
- Investment income is included when receivable.

Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds comprises the costs associated with attracting voluntary income and the costs of fundraising.
- Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for beneficiaries. Grants and donations are awarded on approval by the Charity's Board of Trustees in accordance with the objects of the charity. The grants are charged to the accounts for the period in which they are approved for payment.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and others are apportioned on an appropriate basis.

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Fixed assets are stated at cost. Additions under £150 are not capitalised.

Depreciation is provided so as to write off the cost of tangible assets on a straight line basis over their estimated useful lives at the following annual rates.

Computers - 33%

A new Friends desk, installed in the Cathedral in March 2022 at a cost of £14,712, is being depreciated on a straight line basis, at an annual rate to be 2%.

Investments

Investments are stated at market value at the balance sheet date which gives rise to unrealised gains and losses which are included in the statement of financial activities. Realised gains and losses arising on disposal of investments are separately identified in the Statement of Financial Activities.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Current asset investments

Current asset investments includes short term highly liquid investments with a maturity greater than three months but less than one year from the date of opening of the deposit.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Financial instruments

The charity only has financial assets and 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.

Taxation

As a charity, The Friends of Exeter Cathedral is not liable to taxation on its investment income, or on any surplus arising from its activities, and so no taxation provision is required in the financial statements.

Fund accounting

The charity's unrestricted funds consist of general funds which the charity can use for its own purposes. The Charity's endowment "fabric" fund consists of amounts to be used specifically for the maintenance of the fabric of the cathedral. The Charity's restricted funds consist of amounts to be used for choral music of cathedral, other musical purposes in the cathedral, and for maintaining the fabric of the cathedral.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024**

2. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations	16,106	10,905
Legacies	30,980	10,160
Membership subscriptions	<u>27,034</u>	<u>27,236</u>
	<u>74,120</u>	<u>48,301</u>

All of the income from donations, legacies and member subscriptions in both 2024 and 2023 relate to Unrestricted Funds.

3. OTHER TRADING ACTIVITIES

	2024	2023
	£	£
Charitable trading income	806	2,016
Friends Gatherings income	<u>2,304</u>	<u>1,294</u>
	<u>3,110</u>	<u>3,310</u>

In 2024 and 2023 all other trading activities were Unrestricted Income.

4. INVESTMENT INCOME

	2024	2023
	£	£
Investment income from quoted investments	252,811	257,680
Deposit account interest	<u>2,272</u>	<u>477</u>
	<u>255,083</u>	<u>258,157</u>

In 2024 of the investment income £13,899 was Restricted (2023: £14,378) and £53,887 was Endowment Income (2023: £56,588).

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024**

5. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Charitable Activities Grants & Donations	Raising Funds	2024 Total	2023 Total
		£	£	£	£
Grants (Note 7)	Direct	325,000	-	325,000	325,000
Cost of sales (Note 6)	Direct	-	1,020	1,020	1,871
Postage and stationery	Usage	-	1,682	1,682	917
Salary	Staff time	1,866	16,798	18,664	18,080
Investment management	Direct	-	10,551	10,551	11,387
Depreciation	Usage	-	490	490	490
Friends Conference	Usage	-	-	-	418
Annual report	Usage	-	5,416	5,416	3,766
Newsletter	Usage	-	3,513	3,513	3,427
Audit fees	Direct	390	3,510	3,900	3,900
Bank Charges	Direct	-	575	575	524
Legal fees	Direct	-	-	-	2,550
Trustee Insurance	Direct	-	678	678	678
Sundry expenses	Direct	-	14	14	5
Repairs and renewals	Direct	-	65	65	-
		327,256	44,312	371,568	373,013
		327,256	44,312	371,568	373,013

In 2024 of the total expenditure, £16,000 was expenditure from Restricted funds (2023: £15,000) and £40,551 was expenditure from Endowment Funds (2023: £41,387).

6. CHARITABLE TRADING

	2024	2023
	£	£
Sales		
Christmas cards	701	1,033
Ties	105	983
	806	2,016
Cost of Sales		
Christmas cards	(675)	(908)
Ties	(345)	(963)
	(1,020)	(1,871)
Gross (loss)/profit on trading activities	(214)	145

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024**

7. ANNUAL CHARITABLE GRANTS

	2024	2023
	£	£
Grants to the Dean and Chapter for the benefit of the Cathedral	325,000	325,000
	<u> </u>	<u> </u>

The grants to Dean and Chapter for the benefit of the Cathedral are analysed as follows:

	2024	2023
	£	£
Library & archive	5,000	5,000
Choral scholarships	16,000	15,000
Stonemasons In House Projects	40,000	30,000
Education of stonemasons	4,000	4,500
Monument repairs	-	3,000
Stonemasons - Labour	120,000	120,000
Extraction of Salcombe Stone	14,000	14,000
Work to Vestries WC Roof	116,000	-
Quire Floor	-	133,500
CAD Software Package	4,000	-
Publications – Cathedral Archaeologist	6,000	-
	<u> </u>	<u> </u>
	325,000	325,000
	<u> </u>	<u> </u>

8. TRUSTEE REMUNERATION AND BENEFITS

There was no remuneration or other benefits paid for the year ended 31 December 2024 nor for the year ended 31 December 2023 for Trustees.

Trustee expenses

There were no Trustee expenses paid for the year ended 31 December 2024 nor for the year ended 31 December 2023.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024**

9. STAFF COSTS

	2024	2023
	£	£
Salaries	<u>18,664</u>	<u>18,080</u>

The average monthly number of employees during the year was as follows:

	2024	2023
	1	1
Administration	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

10. TANGIBLE ASSETS

	New Desk	Office	Total
	£	Equipment	£
		£	
COST			
At 1 January 2024	14,712	3,514	18,226
Additions	-	-	-
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2024	14,712	3,514	18,226
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 January 2024	588	3,122	3,710
Charge for year	294	196	490
Elimination on disposal	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2024	882	3,318	4,200
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2024	13,830	196	14,026
	<hr/>	<hr/>	<hr/>
At 31 December 2023	14,124	392	14,516
	<hr/>	<hr/>	<hr/>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024**

11. FIXED ASSET INVESTMENTS

Analysis of change in investments during the year:	2024	2023
	£	£
Market value at 1 January 2024	9,174,502	8,659,580
Disposals	(847,940)	(244,321)
Net Gain on revaluation	224,410	759,243
	<hr/>	<hr/>
Market value at 31 December 2024	<u>8,550,972</u>	<u>9,174,502</u>
CBF Investment Fund	8,545,112	8,353,904
Charles Stanley Portfolio - listed	5,162	806,560
Charles Stanley Portfolio - cash	698	14,038
	<hr/>	<hr/>
	<u>8,550,972</u>	<u>9,174,502</u>

12. STOCKS

	2024	2023
	£	£
Ties & Cards	150	775
	<hr/>	<hr/>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Income tax recoverable	5,444	5,097
Legacies receivable	15,200	-
Other debtors	51	-
	<hr/>	<hr/>
	<u>20,695</u>	<u>5,097</u>

14. CURRENT ASSET INVESTMENTS

	2024	2023
	£	£
Cash equivalents on deposit	699,517	-
	<hr/>	<hr/>

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024

15(a) CREDITORS: (Amounts Falling Due Within One Year)

	2024 £	2023 £
Current grants outstanding to Dean and Chapter	91,944	103,225
Accrued expenses	6,726	7,836
Cloister Grant	<u>500,000</u>	<u>250,000</u>
	<u>598,670</u>	<u>361,061</u>

15(b) CREDITORS (Amounts Falling Due After More Than 1 Year)

Cloister Grant	-	500,000
	<u>-</u>	<u>500,000</u>

16. MOVEMENT IN FUNDS

Endowment Fabric Fund

	At 1 Jan. 2024 £	Incoming Resources £	Resources Expended £	Gains and Losses £	At 31 Dec. 2024 £
Endowment Fund	<u>2,233,716</u>	<u>53,887</u>	<u>(40,551)</u>	<u>58,762</u>	<u>2,305,814</u>

The fund is represented by:

	2024 £	2023 £
NatWest Bank	1,035,468	274,192
Charles Stanley Portfolio	5,860	820,598
CBF Church of England Investment Fund	<u>1,264,486</u>	<u>1,138,926</u>
	<u>2,305,814</u>	<u>2,233,716</u>

By Deed of Gift dated 7 November 1997, £10,000 was donated by Mr J F G Michelmore as a Permanent Endowment for the repair and maintenance of the Fabric of the Cathedral and the permanent fixtures therein.

Various donations and legacies have been given for the Fabric Fund over the years and further sums may be added with or without any provision for the accumulation of income.

During 2020 and 2021 the Trustees of the Exeter Cathedral Preservation Trust used their Power of Advancement to transfer investments and funds to the value of £837,740 to the Friends of Exeter Cathedral with the proviso that it is held in the Fabric Endowment Fund.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024**

16. MOVEMENT IN FUNDS - continued

Restricted Fund - Music

	At 1 Jan. 2024	Incoming Resources	Resources Expended	Gains and Losses	At 31 Dec. 2024
	£	£	£	£	£
Music Fund	287,757	8,270	(9,520)	7,302	293,809
Choral Music Fund	<u>195,574</u>	<u>5,629</u>	<u>(6,480)</u>	<u>4,971</u>	<u>199,694</u>
	<u>483,331</u>	<u>13,899</u>	<u>(16,000)</u>	<u>12,273</u>	<u>493,503</u>

Various donations and legacies have been given for the Music and Choral Music Funds over the years.

The fund is represented by:

	2024 £	2023 £
CBF Deposit Account	-	568
NatWest Bank	6,109	(42,358)
CBF Church of England Investment Fund	487,394	525,121
	<u>493,503</u>	<u>483,331</u>

17. LEGACIES RECEIVABLE

The Charity has been notified of legacies not received by 31 December 2024 amounting to £15,200 (2023: Nil).

18. RELATED PARTY DISCLOSURES

In the year under review, the Very Revd Jonathan Greener was a member of the Chapter of Exeter Cathedral as well as being Dean of Exeter Cathedral and non-voting attendee at the Trustee meetings of The Friends of Exeter Cathedral.

Grants made to the Chapter totalled £325,000 (2023: £325,000) as detailed in Note 7. In addition, in June 2023 The Friends of Exeter Cathedral made a commitment to The Dean and Chapter of Exeter Cathedral to grant £1M towards the cost of the Cloister Development Project, payable in equal instalments of £250,000 in each of the years 2023 to 2026 inclusive.

There were no other related party transactions for the year ended 31 December 2024 (2023: Nil). In November 2024, at the request of The Dean and Chapter of the Cathedral, it was agreed to bring forward the payment of the instalment for 2026 to 30 June 2025.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

England & Wales - Charity number 207096

Accounts

REGISTERED CHARITY NUMBER: 207096

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2023
FOR
THE FRIENDS OF EXETER CATHEDRAL**

Bush & Co Limited
Statutory Auditors
2 Barnfield Crescent
Exeter
Devon
EX1 1QT

THE FRIENDS OF EXETER CATHEDRAL
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FOR THE YEAR ENDED 31 DECEMBER 2023

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THE FRIENDS OF EXETER CATHEDRAL
REFERENCE AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

Registered Charity No. 207096

Patron	His Majesty The King	
President	The Bishop of Exeter	
Vice Presidents	His Majesty's Lord-Lieutenant for Devon The Chairman of Devon County Council The Right Worshipful the Mayor of Exeter The Right Worshipful the Mayor of Plymouth	
Office and Registered Address	The Friends Office, The West Wing, The Palace, Exeter, EX1 1HY	
Chairman	Dr Rosemary Yallop	
Honorary Treasurer	Joe Roderick	
Secretary	Peter J Privett	
Auditors	Bush & Co Limited, Chartered Accountants 2 Barnfield Crescent, Exeter, EX1 1QT	
Bankers	National Westminster Bank PLC Exeter Bank Branch, High St, Exeter, EX4 3DP	
Investment Advisors	CCLA Investment Management Ltd 85 Queen Victoria St, London, EC2V 6DZ Charles Stanley & Co Ltd Broadwalk House, Southernhay West, Exeter, EX1 1TS	
The Council	The Very Revd Jonathan Greener Dr Rosemary Yallop The Rev Canon Ian Morter Mr Joe Roderick Dr Reuben Ayres Mr James Frampton Mr Peter Owen-Pawson Mrs Fiona Thompson Mrs Diane Walker Mr Jonathan Walker	Dean Chairman Deputy Chairman Treasurer

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2023

The members of the Council, who for the purposes of this report are the trustees, present their report with the financial statements of the charity for the year ended 31 December 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and Activities

The object of The Friends of Exeter Cathedral (The Friends) shall be to co-operate with the Dean and Chapter in furthering the religious and other charitable work of the Cathedral Church of St Peter in Exeter by:

- Arousing and maintaining public interest in the Cathedral including the encouragement of the interest and participation of young people.
- Assisting and supporting the Dean and Chapter in maintaining, improving and adding to the fabric, furniture, ornaments, services and music of the Cathedral and in maintaining, adding to, and improving the precincts thereof (excluding the houses of residence) and in the publication of literature having reference to the Cathedral.
- Establishing and maintaining scholarships for those seeking to enter the Cathedral School at Exeter as choristers.
- Maintaining and adding to the books and archives of the Cathedral Library.
- Publishing literature furthering the objects of The Friends, including an annual report.
- Such other means as the Council from time to time thinks fit.

There have been no policy changes during the year.

Public benefit

As shown elsewhere in this report, the whole of our annual income, after allowing for small amounts of administration expenditure, is available for the benefit of the Dean and Chapter of Exeter Cathedral, which has stood for over a thousand years, and since the Reformation has been a pillar of the Church of England. Being one of the major donors to the Cathedral and its mission, the Friends help maintain the fabric, support its music and library and its educational and spiritual aims. The Council members have had due regard to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Full details of the grants in aid to the Dean and Chapter appear in the Financial Statements. The Council of The Friends look to be able to continue the support as in the past.

FINANCIAL REVIEW

Financial position

Total incoming resources decreased by £159,135 to £309,768, including sums received for the Endowment Fabric Fund [see note 16], on account of a much lower level of legacies receivable. The Trustees are able to report that dividends and interest received are accounted for on a receivable basis as per Note 1, some sums are held on deposit pending being drawn by the Dean and Chapter. Total resources expended increased by £1,028,258 to £1,373,013, principally on account of the £1m grant to the Cathedral for the Cloister Project, to be paid in equal instalments of £250,000 in each of the years 2023 to 2026 inclusive. The net effect being that net incoming resources before other recognised gains or losses decreased by £1,187,393 to a deficit of £1,063,245. There was an increase in the valuation of investments of £759,243. Accordingly, the decrease in funds held was £304,002.

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2023

FINANCIAL REVIEW

Investment policy and objectives

The investment policy is to maintain a balanced portfolio of investments, and aiming to adopt the Ethical Investment policies of the Church of England, so as to enjoy the optimum income compatible with sustaining, in real terms, the capital value of the portfolio.

Reserves policy

Under the constitution all the resources may be applied towards the charity objectives. It is the policy of the Council, however, to recognise that the charity has prospective obligations in perpetuity and accordingly, subject to any overriding direction from the donor, to invest the endowment funds to secure the optimum income compatible with maintaining, in real terms, the capital value of the portfolio. Cash balances have been kept to a minimum level consistent with the anticipated demands for draw down of grants. The balance of funds not required are invested in a selection of managed funds (mainly equities) operated by CCLA Investment Management Limited and a segregated fund of equities managed by Charles Stanley & Co Limited. The charity's unrestricted free reserves at the year-end were £5,813,765 (2022:£ 6,316,308).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

The Charity was founded in 1929 by the Charity Commissioners' Scheme and is currently governed by a revised Constitution approved by the Charity Commissioners and dated 29 June 1992. The constitution was amended at the Annual General Meeting on 25 June 1999 and again at the Annual General Meeting on 29 June 2000 each of the amendments being subsequently approved by the Charity Commissioners. Amendments made at the Annual General Meeting on 28 June 2013 did not require Charity Commission approval.

Organisational structure

The affairs of The Friends are managed by a Council consisting of not less than eight and not more than twelve members elected at Annual General Meetings in accordance with the Constitution, and up to five members who may be co-opted by the Council itself. The Council has power to appoint sub-committees. No remuneration is paid to any member of Council.

The following documents are provided to assist new members in their new role:

- a) A copy of the Charity Commission's Guidance "The Essential Trustee; what you need to know".
- b) A copy of the last financial statements.
- c) A copy of the Charity's Constitution.
- d) A copy of the last minutes.

Risk management

The Council considers that the principal risk to which the charity is exposed is loss of capital due to fluctuations in the markets which could lead to a sudden drop in income. To counter this risk a cash reserve is maintained at least equal to the amount currently committed to the Dean and Chapter for the following twelve months so that commitments made are certain to be honoured. The Council employs professional fund managers to help mitigate the consequences of market fluctuations.

**THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2023**

THE MEMBERS OF THE COUNCIL'S RESPONSIBILITIES

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

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

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

Approved by the Council of The Friends of Exeter Cathedral on and signed on its behalf by:

.....
Rosemary Yallop - Chairman

.....
Peter Privett – Secretary

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE FRIENDS OF EXETER CATHEDRAL

Opinion

We have audited the financial statements of The Friends of Exeter Cathedral (the "Charity") for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2023 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE FRIENDS OF EXETER CATHEDRAL

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, 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 they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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.

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.

Bush & Co Limited
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
2 Barnfield Crescent
Exeter Devon
EX1 1QT

Date:

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	48,301	-	-	48,301	201,371
Other trading activities	3	3,310	-	-	3,310	2,672
Investment income	4	187,191	14,378	56,588	258,157	264,860
Total		238,802	14,378	56,588	309,768	468,903
EXPENDITURE ON						
Raising funds		34,428	-	11,387	45,815	42,650
Charitable activities						
Annual Grants		282,198	15,000	30,000	327,198	302,105
Cloister Grant 2023		250,000	-	-	250,000	-
Cloister Grant 2024-26 inc 15		750,000	-	-	750,000	-
Total	5	1,316,626	15,000	41,387	1,373,013	344,755
Net gains/(losses) on investments		575,281	45,157	138,805	759,243	(1,182,869)
NET (EXPENDITURE) /INCOME		(502,543)	44,535	154,006	(304,002)	(1,058,721)
RECONCILIATION OF FUNDS						
Total funds brought forward		6,316,308	438,796	2,079,710	8,834,814	9,893,535
TOTAL FUNDS CARRIED FORWARD		5,813,765	483,331	2,233,716	8,530,812	8,834,814

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**BALANCE SHEET
AT 31 DECEMBER 2023**

		Unrestricted fund £	Restricted funds £	Endowment fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS						
Tangible assets	10	14,516	-	-	14,516	14,418
Investments	11	<u>6,689,857</u>	<u>525,121</u>	<u>1,959,524</u>	<u>9,174,502</u>	<u>8,659,580</u>
		6,704,373	525,121	1,959,524	9,189,018	8,673,998
CURRENT ASSETS						
Stocks	12	775	-	-	775	1,145
Debtors	13	5,097	-	-	5,097	47,606
Investments	14	-	-	-	-	35,088
Cash at bank and in hand		<u>(35,419)</u>	<u>(41,790)</u>	<u>274,192</u>	<u>196,983</u>	<u>161,652</u>
		(29,547)	(41,790)	274,192	202,855	245,491
CREDITORS						
Amounts falling due within one year	15(a)	(361,061)	-	-	(361,061)	(84,675)
NET CURRENT (LIABILITIES)/ ASSETS		(390,608)	(41,790)	274,192	(158,206)	160,816
TOTAL ASSETS LESS CURRENT LIABILITIES		6,313,765	483,331	2,233,716	-	8,834,814
CREDITORS: Amounts falling due after more than one year	15(b)	(500,000)	-	-	(500,000)	-
NET ASSETS		<u>5,813,765</u>	<u>483,331</u>	<u>2,233,716</u>	<u>8,530,812</u>	<u>8,834,814</u>
FUNDS						
Unrestricted funds:						
General fund					5,813,765	6,316,308
Restricted funds:	16					
Music Fund					287,757	261,259
Choral Music Fund					195,574	177,537
					<u>483,331</u>	<u>438,796</u>
Endowment funds:	16					
Endowment fabric fund					<u>2,233,716</u>	<u>2,079,710</u>
TOTAL FUNDS					<u>8,530,812</u>	<u>8,834,814</u>

The financial statements were approved by the Council on and were signed on its behalf by:

.....
Rosemary Yallop - Chairman

.....
Joe Roderick - Treasurer

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023 £	2022 £
Cash flows from operating activities:			
Net cash provided by operating activities	1	(466,559)	(287,892)
Cash flows from investing activities:			
Dividends, interest and rents from investment		258,157	264,860
Purchase of equipment		(588)	(1,068)
Proceeds from sale of investments		244,321	-
Purchase of investments		<u>-</u>	<u>-</u>
Net cash provided/(used in) by investing activities		<u>501,890</u>	<u>263,792</u>
Change in cash and cash equivalents in the reporting period		35,331	(24,100)
Cash and cash equivalents at the beginning of the reporting period		<u>161,652</u>	<u>185,752</u>
Cash and cash equivalents at the end of the reporting period	2	<u>196,983</u>	<u>161,652</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2023	2022
	£	£
Net income for the reporting period (as per the statement of financial activities)	(304,002)	(1,058,721)
Adjustments for:		
Depreciation charges	490	471
Gains on investments	(759,243)	1,182,869
Dividends, interest and rents from investment	(258,157)	(264,774)
(Increase)/decrease in stocks	370	37
(Increase)/decrease in debtors	42,509	(16,969)
(Increase)/decrease in investments	35,088	-
Increase/(decrease) in creditors	<u>776,386</u>	<u>(130,805)</u>
Net cash provided by operating activities	<u>(466,559)</u>	<u>(287,892)</u>
2. ANALYSIS OF CASH AND CASH EQUIVALENTS	2023	2022
	£	£
Cash at bank and in hand	196,415	161,109
Notice deposits (less than 3 months)	<u>568</u>	<u>543</u>
Total cash and cash equivalents	<u>196,983</u>	<u>161,652</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements have been prepared on a going concern basis as there are no material uncertainties about the charity's ability to continue operating.

Income

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations and membership fees and is included in full in the Statement of Financial Activities when receivable. Legacies are accounted for as income once the representatives of the estate have advised the amount receivable whether received as a pecuniary or residuary bequest or subject to a life tenancy. Assets received by way of legacies are included as legacy income at market value on the date of transfer.
- Incoming resources from charitable trading activity are accounted for when earned.
- Investment income is included when receivable.

Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds comprises the costs associated with attracting voluntary income and the costs of fundraising.
- Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for beneficiaries. Grants and donations are awarded on approval by the Charity's Council in accordance with the objects of the charity. The grants are charged to the accounts for the period in which they are approved for payment.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and others are apportioned on an appropriate basis.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Fixed assets are stated at cost. Additions under £150 are not capitalised.

Depreciation is provided so as to write off the cost of tangible assets on a straight line basis over their estimated useful lives at the following annual rates.

Computers - 33%

A new Friends desk, installed in the Cathedral in March 2022 at a cost of £14,712, is being depreciated on a straight line basis, at an annual rate to be 2%.

Investments

Investments are stated at market value at the balance sheet date which gives rise to unrealised gains and losses which are included in the statement of financial activities. Realised gains and losses arising on disposal of investments are separately identified in the Statement of Financial Activities.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Current asset investments

Current asset investments includes short term highly liquid investments with a maturity greater than three months but less than one year from the date of opening of the deposit.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Financial instruments

The charity only has financial assets and 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.

Taxation

As a charity, The Friends of Exeter Cathedral is not liable to taxation on its investment income, or on any surplus arising from its activities, and so no taxation provision is required in the financial statements.

Fund accounting

The charity's unrestricted funds consist of general funds which the charity can use for its own purposes. The Charity's endowment "fabric" fund consists of amounts to be used specifically for the maintenance of the fabric of the cathedral. The Charity's restricted funds consist of amounts to be used for choral music of cathedral, other musical purposes in the cathedral, and for maintaining the fabric of the cathedral.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023**

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	10,905	9,311
Legacies	10,160	161,878
Membership subscriptions	<u>27,236</u>	<u>30,182</u>
	<u>48,301</u>	<u>201,371</u>

In 2023, None of the donations were restricted (2022: None) and None was endowment income (2022: None).

All of the legacies relate to Unrestricted Funds, except for £500 for the Music Fund in 2022.

3. OTHER TRADING ACTIVITIES

	2023	2022
	£	£
Charitable trading income	2,016	1,142
Friends Gatherings income	<u>1,294</u>	<u>1,530</u>
	<u>3,310</u>	<u>2,672</u>

In 2023 and 2022 all other trading activities were unrestricted income.

4. INVESTMENT INCOME

	2023	2022
	£	£
Investment income from quoted investments	257,680	264,297
Deposit account interest	<u>477</u>	<u>563</u>
	<u>258,157</u>	<u>264,860</u>

In 2023 of the investment income £14,378 was restricted (2022: £14,282) and £56,588 was endowment income (2022: £55,793).

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Charitable Activities Grants & Donations £	Raising Funds £	2023 Total £	2022 Total £
Grants (Note 7)	Direct	325,000	-	325,000	300,000
Cost of sales (Note 6)	Direct	-	1,871	1,871	560
Friends gatherings costs	Direct	-	-	-	37
Postage, stationery and telephone	Usage	-	917	917	361
Salary	Staff time	1,808	16,272	18,080	17,450
Investments management charge	Direct	-	11,387	11,387	12,064
Depreciation	Usage	-	490	490	471
Friends Conference	Usage	-	418	418	-
Annual report	Usage	-	3,766	3,766	3,902
Newsletter	Usage	-	3,427	3,427	3,314
Audit fees	Direct	390	3,510	3,900	3,600
Bank Charges	Direct	-	524	524	440
Legal fees	Direct	-	2,550	2,550	1,650
Trustee Insurance	Direct	-	678	678	678
Sundry expenses	Direct	-	5	5	228
		327,198	45,815	373,013	344,755
		327,198	45,815	373,013	344,755

In 2023 of the total expenditure, £15,000 was expenditure from restricted funds (2022: £15,000) and £41,387 was expenditure from endowment funds (2022: £42,064).

6. CHARITABLE TRADING

	2023 £	2022 £
Sales		
Christmas cards	1,033	985
Ties	983	157
	2,016	1,142
Cost of Sales		
Christmas cards	(908)	(425)
Ties	(963)	(135)
	(1,871)	(560)
Gross profit on trading activities	145	582

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023**

7. ANNUAL CHARITABLE GRANTS

	2023	2022
	£	£
Grants to the Dean and Chapter for the benefit of the Cathedral	325,000	300,000
	<hr/>	<hr/>

The grants to Dean and Chapter for the benefit of the Cathedral are analysed as follows:

	2023	2022
	£	£
Library & archive	5,000	5000
Choral scholarships	15,000	15,000
South quire scaffold	-	50,000
Stonemasons In House Projects	30,000	26,722
Education of stonemasons	4,500	3,500
Monument repairs	3,000	-
Brewer Door Lobby	-	60,000
Stonemasons - Labour	120,000	110,000
Extraction of Salcombe Stone	14,000	13,000
Preliminary Work to Vestries WC	-	13,000
Quire Floor	133,500	-
Chapter House lighting	-	3,278
Other	-	500
	<hr/>	<hr/>
	325,000	300,000
	<hr/>	<hr/>

8. COUNCIL OF MEMBERS REMUNERATION AND BENEFITS

There were no remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022 for Council Members.

Council members' expenses

There were no Council members' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023**

9. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	<u>18,080</u>	<u>17,450</u>

The average monthly number of employees during the year was as follows:

	2023	2022
	1	1
Administration	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

10. TANGIBLE ASSETS

	New Desk	Office	Total
	£	Equipment	£
		£	
COST			
At 1 January 2023	14,712	2,926	17,638
Additions		588	588
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2023	14,712	3,514	18,226
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 January 2023	294	2,926	3,220
Charge for year	294	196	490
Elimination on disposal	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2023	588	3,122	3,710
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2023	14,124	392	14,516
	<hr/>	<hr/>	<hr/>
At 31 December 2022	14,418	-	14,418
	<hr/>	<hr/>	<hr/>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023**

11. FIXED ASSET INVESTMENTS

Analysis of change in investments during the year:	2023	2022
	£	£
Market value at 1 January 2023	8,659,580	9,842,449
Additions at cost	-	-
Disposals	(244,321)	-
Net (Loss)/Gain on revaluation	759,243	(1,182,869)
	<hr/>	<hr/>
Market value at 31 December 2023	<u>9,174,502</u>	<u>8,659,580</u>
Cost at 31 December 2023	<u>6,206,660</u>	<u>6,326,262</u>
CBF Investment Fund	8,353,904	7,635,526
Charles Stanley Portfolio - listed	806,560	919,462
Charles Stanley Portfolio - cash	14,038	21,658
Cambridge & Counties Fixed Rate Bond	-	82,934
	<hr/>	<hr/>
	<u>9,174,502</u>	<u>8,659,580</u>

12. STOCKS

	2023	2022
	£	£
Ties & Cards	<u>775</u>	<u>1,145</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Income tax recoverable	5,097	4,951
Legacies receivable	-	12,700
Other debtors	-	29,955
	<hr/>	<hr/>
	<u>5,097</u>	<u>47,606</u>

14. CURRENT ASSET INVESTMENTS

	2023	2022
	£	£
Cash equivalents on deposit	<u>-</u>	<u>35,088</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023

15(a) CREDITORS: (Amounts Falling Due Within One Year)

	2023 £	2022 £
Current grants outstanding to Dean and Chapter	353,225*	77,019
Accrued expenses	7,836	7,656
*Includes Cloister Grant for 2024 - £250,000		
	<u>361,061</u>	<u>84,675</u>

15(b) CREDITORS (Amounts Falling Due After More Than 1 Year)

Cloister Grant for 2025 & 2026	<u>500,000</u>	<u>-</u>
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16. MOVEMENT IN FUNDS

Endowment Fabric Fund

	At 1 Jan. 2023 £	Incoming Resources £	Resources Expended £	Gains and Losses £	At 31 Dec. 2023 £
Endowment Fund	<u>2,079,710</u>	<u>56,588</u>	<u>(41,387)</u>	<u>138,805</u>	<u>2,233,716</u>

The fund is represented by:

	2023 £	2022 £
NatWest Bank	274,192	97,604
Charles Stanley Portfolio	820,598	941,120
CBF Church of England Investment Fund	<u>1,138,926</u>	<u>1,040,986</u>
	<u>2,233,716</u>	<u>2,079,710</u>

By Deed of Gift dated 7 November 1997, £10,000 was donated by Mr J F G Michelmore as a Permanent Endowment for the repair and maintenance of the Fabric of the Cathedral and the permanent fixtures therein.

Various donations and legacies have been given for the Fabric Fund over the years and further sums may be added with or without any provision for the accumulation of income.

During 2020 and 2021 the Trustees of the Exeter Cathedral Preservation Trust used their Power of Advancement to transfer investments and funds to the value of £837,740 to the Friends of Exeter Cathedral with the proviso that it is held in the Fabric Endowment Fund.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023**

16. MOVEMENT IN FUNDS - continued

Restricted Fund - Music

	At 1 Jan. 2023	Incoming Resources	Resources Expended	Gains and Losses	At 31 Dec. 2023
	£	£	£	£	£
Music Fund	261,259	8,555	(8,925)	26,868	287,757
Choral Music Fund	<u>177,537</u>	<u>5,823</u>	<u>(6,075)</u>	<u>18,289</u>	<u>195,574</u>
	<u>438,796</u>	<u>14,378</u>	<u>(15,000)</u>	<u>45,157</u>	<u>483,331</u>

Various donations and legacies have been given for the Music and Choral Music Funds over the years.

The fund is represented by:

	2023	2022
	£	£
CBF Deposit Account	568	543
NatWest Bank	(42,358)	(41,711)
CBF Church of England Investment Fund	525,121	479,964
	<u>483,331</u>	<u>438,796</u>

17. LEGACIES RECEIVABLE

The Charity has not been notified of any legacies not received by 31 December 2023 (2022: £12,700).

18. RELATED PARTY DISCLOSURES

In the year under review, the Very Revd Jonathan Greener was a member of the Chapter of Exeter Cathedral as well as being Dean of Exeter Cathedral and member of the Council of the Friends of Exeter Cathedral. Grants made to the Chapter totalled £325,000 (2022: £300,000) as detailed in Note 7. In addition, in June 2023 The Friends of Exeter Cathedral made a commitment to The Dean and Chapter of Exeter Cathedral to grant £1M towards the cost of the Cloister Development Project, payable in equal instalments of £250,000 in each of the years 2023 to 2026 inclusive. There were no other related party transactions for the year ended 31 December 2023 (2022: Nil).

THE FRIENDS OF EXETER CATHEDRAL

England & Wales - Charity number 207096

Accounts

REGISTERED CHARITY NUMBER: 207096

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2022
FOR
THE FRIENDS OF EXETER CATHEDRAL**

Bush & Co Limited
Statutory Auditors
2 Barnfield Crescent
Exeter
Devon
EX1 1QT

THE FRIENDS OF EXETER CATHEDRAL
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

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THE FRIENDS OF EXETER CATHEDRAL
REFERENCE AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022

Registered Charity No. 207096

Patron	The Former Prince of Wales	
President	The Bishop of Exeter	
Vice Presidents	His Majesty's Lord-Lieutenant for Devon The Chairman of Devon County Council The Right Worshipful the Mayor of Exeter The Right Worshipful the Mayor of Plymouth	
Office and Registered Address	The Friends Office, The West Wing, The Palace, Exeter, EX1 1HY	
Chairman	Dr Rosemary Yallop	
Honorary Treasurer	Joe Roderick	
Secretary	Peter J Privett	
Auditors	Bush & Co Limited, Chartered Accountants 2 Barnfield Crescent, Exeter, EX1 1QT	
Bankers	National Westminster Bank PLC Exeter Bank Branch, High St, Exeter, EX4 3DP	
Investment Advisors	CCLA Investment Management Ltd 85 Queen Victoria St, London, EC2V 6DZ Charles Stanley & Co Ltd Broadwalk House, Southernhay West, Exeter, EX1 1TS	
The Council	The Very Revd Jonathan Greener Mr Chris Paterson Dr Rosemary Yallop Mr James Frampton The Rev Canon Ian Morter Mr Joe Roderick Dr Reuben Ayres Mr Peter Owen-Pawson Mrs Fiona Thompson Mrs Diane Walker Mr Jonathan Walker	Dean Chairman (to 29 June 2022) Chairman (from 23 Aug 2022) Deputy Chairman (to 23 Aug 2022) Deputy Chairman (from 23 Aug 2022) Treasurer

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2022

The members of the Council, who for the purposes of this report are the trustees, present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and Activities

The object of The Friends of Exeter Cathedral (The Friends) shall be to co-operate with the Dean and Chapter in furthering the religious and other charitable work of the Cathedral Church of St Peter in Exeter by:

- Arousing and maintaining public interest in the Cathedral including the encouragement of the interest and participation of young people.
- Assisting and supporting the Dean and Chapter in maintaining, improving and adding to the fabric, furniture, ornaments, services and music of the Cathedral and in maintaining, adding to, and improving the precincts thereof (excluding the houses of residence) and in the publication of literature having reference to the Cathedral.
- Establishing and maintaining scholarships for those seeking to enter the Cathedral School at Exeter as choristers.
- Maintaining and adding to the books and archives of the Cathedral Library.
- Publishing literature furthering the objects of The Friends, including an annual report.
- Such other means as the Council from time to time thinks fit.

There have been no policy changes during the year.

Public benefit

As shown elsewhere in this report, the whole of our annual income, after allowing for small amounts of administration expenditure, is available for the benefit of the Dean and Chapter of Exeter Cathedral, which has stood for over a thousand years, and since the Reformation has been a pillar of the Church of England. Being one of the major donors to the Cathedral and its mission, the Friends help maintain the fabric, support its music and library and its educational and spiritual aims. The Council members have had due regard to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Full details of the grants in aid to the Dean and Chapter appear in the Financial Statements. The Council of The Friends look to be able to continue the support as in the past.

FINANCIAL REVIEW

Financial position

Total incoming resources increased by £104,183 to £468,903 including sums received for the Endowment Fabric Fund [see note 16]. The Trustees are able to report that dividends and interest received are accounted for on a receivable basis as per Note 1, some sums are held on deposit pending being drawn by the Dean and Chapter. Total resources expended increased by £17,986 to £344,755. The net effect being that net incoming resources before other recognised gains or losses increased by £86,197 to a surplus of £124,148. There was a decrease in the valuation of investments of £1,182,869. Accordingly, the decrease in funds held was £1,058,721.

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2022

FINANCIAL REVIEW

Investment policy and objectives

The investment policy is to maintain a balanced portfolio of investments, and aiming to adopt the Ethical Investment policies of the Church of England, so as to enjoy the optimum income compatible with sustaining, in real terms, the capital value of the portfolio.

Reserves policy

Under the constitution all the resources may be applied towards the charity objectives. It is the policy of the Council, however, to recognise that the charity has prospective obligations in perpetuity and accordingly, subject to any overriding direction from the donor, to invest the endowment funds to secure the optimum income compatible with maintaining, in real terms, the capital value of the portfolio. With the current level (December 2022) of bank base rate of 3.50% pa, income on cash balances still remains at a relatively low historical level. Therefore, such cash balances have been kept to a minimum level consistent with the anticipated demands for draw down of grants. The balance of funds not required are invested in a selection of managed funds (mainly equities and property) operated by CCLA Investment Management Limited and a segregated fund of equities managed by Charles Stanley & Co Limited. The charity's unrestricted free reserves at the year end were £6,316,308 (2021:£7,032,737).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

The Charity was founded in 1929 by the Charity Commissioners' Scheme and is currently governed by a revised Constitution approved by the Charity Commissioners and dated 29 June 1992. The constitution was amended at the Annual General Meeting on 25 June 1999 and again at the Annual General Meeting on 29 June 2000 each of the amendments being subsequently approved by the Charity Commissioners. Amendments made at the Annual General Meeting on 28 June 2013 did not require Charity Commission approval.

Organisational structure

The affairs of The Friends are managed by a Council consisting of not less than eight and not more than twelve members elected at Annual General Meetings in accordance with the Constitution, and up to five members who may be co-opted by the Council itself. The Council has power to appoint sub-committees. No remuneration is paid to any member of Council.

The following documents are provided to assist new members in their new role:

- a) A copy of the Charity Commission's Guidance "The Essential Trustee; what you need to know".
- b) A copy of the last financial statements.
- c) A copy of the Charity's Constitution.
- d) A copy of the last minutes.

Risk management

The Council considers that the principal risk to which the charity is exposed is loss of capital due to fluctuations in the markets which could lead to a sudden drop in income. To counter this risk a cash reserve is maintained at least equal to the amount currently committed to the Dean and Chapter for the following twelve months so that commitments made are certain to be honoured. The Council employs professional fund managers to help mitigate the consequences of market fluctuations.

**THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2022**

THE MEMBERS OF THE COUNCIL'S RESPONSIBILITIES

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

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

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

Approved by the Council of The Friends of Exeter Cathedral on 23 MAY 2023 and signed on its behalf by:



.....
Rosemary Yallop - Chairman



.....
Peter Priddy - Honorary Secretary

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE FRIENDS OF EXETER CATHEDRAL

Opinion

We have audited the financial statements of The Friends of Exeter Cathedral (the "Charity") for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2022 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE FRIENDS OF EXETER CATHEDRAL**

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, 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 they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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.

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.



Bush & Co Limited
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
2 Barnfield Crescent
Exeter Devon
EX1 1QT

Date: ...31...May...2023

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	200,871	500	-	201,371	98,887
Other trading activities	3	2,672	--	-	2,672	3,583
Investment income	4	182,721	14,282	67,857	264,860	262,250
Total		386,264	14,782	67,857	468,903	364,720
EXPENDITURE ON						
Raising funds		30,586	-	12,064	42,650	36,215
Charitable activities						
Grants and donations		257,105	15,000	30,000	302,105	290,554
Total	5	287,691	15,000	42,064	344,755	326,769
Net gains/(losses) on investments		(815,002)	(64,038)	(303,829)	(1,182,869)	1,148,490
NET INCOME/ (EXPENDITURE)		(716,429)	(64,256)	(278,036)	(1,058,721)	1,186,441
RECONCILIATION OF FUNDS						
Total funds brought forward		7,032,737	503,052	2,357,746	9,893,535	8,707,094
TOTAL FUNDS CARRIED FORWARD		<u>6,316,308</u>	<u>438,796</u>	<u>2,079,710</u>	<u>8,834,814</u>	<u>9,893,535</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

THE FRIENDS OF EXETER CATHEDRAL

**BALANCE SHEET
AT 31 DECEMBER 2022**

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2022 Total funds £	2021 Total funds £
FIXED ASSETS						
Tangible assets	10	14,418	-	-	14,418	13,821
Investments	11	<u>6,197,510</u>	<u>479,964</u>	<u>1,982,106</u>	<u>8,659,580</u>	<u>9,842,449</u>
		6,211,928	479,964	1,982,106	8,673,998	9,856,270
CURRENT ASSETS						
Stocks	12	1,145	-	-	1,145	1,182
Debtors	13	47,606	-	-	47,606	30,637
Investments	14	35,088	-	-	35,088	35,174
Cash at bank and in hand		<u>105,216</u>	<u>(41,168)</u>	<u>97,604</u>	<u>161,652</u>	<u>185,752</u>
		189,055	(41,168)	97,604	245,491	252,745
CREDITORS						
Amounts falling due within one year	15	<u>(84,675)</u>	-	-	<u>(84,675)</u>	<u>(215,480)</u>
NET CURRENT ASSETS		<u>104,380</u>	<u>(41,168)</u>	<u>97,604</u>	<u>160,816</u>	<u>37,265</u>
NET ASSETS		<u>6,316,308</u>	<u>438,796</u>	<u>2,079,710</u>	<u>8,834,814</u>	<u>9,893,535</u>
FUNDS						
Unrestricted funds:						
General fund					6,316,308	7,032,737
Restricted funds: 16						
Music Fund					261,259	299,492
Choral Music Fund					177,537	203,560
					<u>438,796</u>	<u>503,052</u>
Endowment funds: 16						
Endowment fabric fund					<u>2,079,710</u>	<u>2,357,746</u>
TOTAL FUNDS					<u>8,834,814</u>	<u>9,893,535</u>

The financial statements were approved by the Council on 23 MAY 2023 and were signed on its behalf by:

Rosemary Yallop

Rosemary Yallop - Chairman

Joe Roderick

Joe Roderick - Treasurer

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	2021 £
Cash flows from operating activities:			
Net cash provided by operating activities	1	(287,892)	(81,629)
Cash flows from investing activities:			
Dividends, interest and rents from investment		264,860	262,250
Purchase of equipment		(1,068)	(13,644)
Proceeds from sale of investments		981,683	491,455
Purchase of investments		<u>(981,683)</u>	<u>(642,532)</u>
Net cash provided/(used in) by investing activities		<u>263,792</u>	<u>97,529</u>
Change in cash and cash equivalents in the reporting period		(24,100)	15,900
Cash and cash equivalents at the beginning of the reporting period		<u>185,752</u>	<u>169,852</u>
Cash and cash equivalents at the end of the reporting period	2	<u>161,652</u>	<u>185,752</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2022	2021
	£	£
Net income for the reporting period (as per the statement of financial activities)	(1,058,721)	1,186,441
Adjustments for:		
Depreciation charges	471	415
Gains on investments	1,182,869	(1,148,490)
Dividends, interest and rents from investment	(264,774)	(262,424)
(Increase)/decrease in stocks	37	(563)
(Increase)/decrease in debtors	(16,969)	21,630
Increase/(decrease) in creditors	<u>(130,805)</u>	<u>121,362</u>
Net cash provided by operating activities	<u>(287,892)</u>	<u>(81,629)</u>
2. ANALYSIS OF CASH AND CASH EQUIVALENTS	2022	2021
	£	£
Cash at bank and in hand	161,109	185,216
Notice deposits (less than 3 months)	<u>543</u>	<u>536</u>
Total cash and cash equivalents	<u>161,652</u>	<u>185,752</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements have been prepared on a going concern basis as there are no material uncertainties about the charity's ability to continue operating.

Income

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations and membership fees and is included in full in the Statement of Financial Activities when receivable. Legacies are accounted for as income once the representatives of the estate have advised the amount receivable whether received as a pecuniary or residuary bequest or subject to a life tenancy. Assets received by way of legacies are included as legacy income at market value on the date of transfer.
- Incoming resources from charitable trading activity are accounted for when earned.
- Investment income is included when receivable.

Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds comprises the costs associated with attracting voluntary income and the costs of fundraising.
- Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for beneficiaries. Grants and donations are awarded on approval by the Charity's Council in accordance with the objects of the charity. The grants are charged to the accounts for the period in which they are approved for payment.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and others are apportioned on an appropriate basis.

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Fixed assets are stated at cost. Additions under £150 are not capitalised.

Depreciation is provided so as to write off the cost of tangible assets on a straight line basis over their estimated useful lives at the following annual rates.

Computers - 33%

A new Friends desk installed in the Cathedral in March 2022 at a cost of £14,712 will be depreciated for the first time in 2022, on a straight line basis, at an annual rate to be 2%.

Investments

Investments are stated at market value at the balance sheet date which gives rise to unrealised gains and losses which are included in the statement of financial activities. Realised gains and losses arising on disposal of investments are separately identified in the Statement of Financial Activities.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Current asset investments

Current asset investments includes short term highly liquid investments with a maturity greater than three months but less than one year from the date of opening of the deposit.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Financial instruments

The charity only has financial assets and 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.

Taxation

As a charity, The Friends of Exeter Cathedral is not liable to taxation on its investment income, or on any surplus arising from its activities, and so no taxation provision is required in the financial statements.

Fund accounting

The charity's unrestricted funds consist of general funds which the charity can use for its own purposes. The Charity's endowment "fabric" fund consists of amounts to be used specifically for the maintenance of the fabric of the cathedral. The Charity's restricted funds consist of amounts to be used for choral music of cathedral, other musical purposes in the cathedral, and for maintaining the fabric of the cathedral.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	9,311	11,022
Legacies	161,878	56,440
Membership subscriptions	<u>30,182</u>	<u>31,425</u>
	<u><u>201,371</u></u>	<u><u>98,887</u></u>

In 2022, none of the donations were restricted (2021: None) and none was endowment income (2021: £100).

All of the legacies relate to Unrestricted Funds, except for £500 for the Music Fund (2021: £5000) and none for the Endowment Fund (2021: £2,306).

3. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Charitable trading income	1,142	1,976
Friends Gatherings income	<u>1,530</u>	<u>1,607</u>
	<u><u>2,672</u></u>	<u><u>3,583</u></u>

In 2022 of the other trading activities all was unrestricted income (2021: £3,583).

4. INVESTMENT INCOME

	2022	2021
	£	£
Investment income from quoted investments	264,297	261,865
Deposit account interest	<u>563</u>	<u>385</u>
	<u><u>264,860</u></u>	<u><u>262,250</u></u>

In 2022 of the investment income £14,282 was restricted (2021: £13,680) and £67,857 was endowment income (2021: £66,283).

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

5. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Charitable Activities Grants & Donations £	Raising Funds £	2022 Total £	2021 Total £
Grants (Note 7)	Direct	300,000	-	300,000	288,500
Cost of sales (Note 6)	Direct	-	560	560	401
Friends gatherings costs	Direct	-	37	37	-
Postage, stationery and telephone	Usage	-	361	361	448
Salary	Staff time	1,745	15,705	17,450	16,875
Investments management charge	Direct	-	12,064	12,064	9,188
Depreciation	Usage	-	471	471	415
Repairs and renewals	Usage	-	-	-	124
Annual report	Usage	-	3,902	3,902	3,702
Newsletter	Usage	-	3,314	3,314	2,720
Audit fees	Direct	360	3,240	3,600	3,660
Bank Charges	Direct	-	440	440	-
Legal fees	Direct	-	1,650	1,650	-
Trustee Insurance	Direct	-	678	678	678
Sundry expenses	Direct	-	228	228	58
		<u>302,105</u>	<u>42,650</u>	<u>344,755</u>	<u>326,769</u>

In 2022 of the total expenditure, £15,000 was expenditure from restricted funds (2021: £70,829) and £42,064 was expenditure from endowment funds (2021: £41,183).

6. CHARITABLE TRADING

	2022 £	2021 £
Sales		
Christmas cards	985	1,841
Ties	157	135
	<u>1,142</u>	<u>1,976</u>
Cost of Sales		
Christmas cards	(425)	(534)
Ties	(135)	133
	<u>(560)</u>	<u>(401)</u>
Gross profit on trading activities	<u>582</u>	<u>1,575</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

7. CHARITABLE GRANTS AND DONATIONS

	2022	2021
	£	£
Grants to the Dean and Chapter for the benefit of the Cathedral	300,000	288,500

The grants to Dean and Chapter for the benefit of the Cathedral are analysed as follows:

	2022	2021
	£	£
Library & archive	5,000	5,000
Fire door in tower	-	5,000
Choral scholarships	15,000	15,000
South quire scaffold	50,000	30,000
Stonemasons In House Projects	26,722	50,000
Education of stonemasons	3,500	2,500
Image screen	-	(9,376)
Monument repairs	-	3,000
Brewer Door Lobby	60,000	-
Stonemasons - Labour	110,000	18,786
Extraction of Salcombe Stone	13,000	11,000
Preliminary Work to Vestries WC	13,000	-
Beer Quarry geology	-	6,000
Chapter House lighting	3,278	125,000
Stained glass windows	-	26,590
Other	500	-
	300,000	288,500

8. COUNCIL OF MEMBERS REMUNERATION AND BENEFITS

There were no remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021 for Council Members.

Council members' expenses

There were no Council members' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

9. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	<u>17,450</u>	<u>16,875</u>

The average monthly number of employees during the year was as follows:

	2022	2021
Administration	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

10. TANGIBLE ASSETS

	New Desk	Office Equipment	Total
	£	£	£
COST			
At 1 January 2022	13,644	2,926	16,570
Additions	1,068	-	1,068
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2022	14,712	2,926	17,638
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 January 2022	-	2,749	2,749
Charge for year	294	177	471
Elimination on disposal	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2022	294	2,926	3,220
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2022	<u>14,418</u>	<u>-</u>	<u>14,418</u>
At 31 December 2021	<u>13,644</u>	<u>177</u>	<u>13,821</u>

Note: A new 'Friends' desk installed in the Cathedral in March 2022 at a total cost of £14,712 has been depreciated for the first time in 2022 on a straight line basis at an annual rate of 2%.

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022

11. FIXED ASSET INVESTMENTS

Analysis of change in investments during the year:

	2022	2021
	£	£
Market value at 1 January 2022	9,842,449	8,542,882
Additions at cost	981,683	642,532
Disposals	(981,683)	(491,455)
Net (Loss)/Gain on revaluation	(1,182,869)	1,148,490
	<hr/>	<hr/>
Market value at 31 December 2022	<u>8,659,580</u>	<u>9,842,449</u>
Cost at 31 December 2022	<u>6,326,262</u>	<u>6,326,262</u>
CBF Investment Fund	7,635,526	8,654,278
Charles Stanley Portfolio - listed	919,462	1,083,458
Charles Stanley Portfolio - cash	21,658	22,600
Cambridge & Counties Fixed Rate Bond	82,934	82,113
	<hr/>	<hr/>
	<u>8,659,580</u>	<u>9,842,449</u>

12. STOCKS

	2022	2021
	£	£
Ties & Cards	1,145	1,182
	<hr/>	<hr/>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Income tax recoverable	4,951	5,498
Legacies receivable	12,700	25,039
Other debtors	29,955	100
	<hr/>	<hr/>
	<u>47,606</u>	<u>30,637</u>

14. CURRENT ASSET INVESTMENTS

	2022	2021
	£	£
Cash equivalents on deposit	<u>35,088</u>	<u>35,174</u>

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Grants outstanding to Dean and Chapter	77,019	203,401
Accrued expenses	<u>7,656</u>	<u>12,079</u>
	<u>84,675</u>	<u>215,480</u>

16. MOVEMENT IN FUNDS

Endowment Fabric Fund

	At 1 Jan. 2022 £	Incoming Resources £	Resources Expended £	Gains and Losses £	At 31 Dec. 2022 £
Endowment Fund	<u>2,357,746</u>	<u>67,857</u>	<u>(42,064)</u>	<u>(303,829)</u>	<u>2,079,710</u>

The fund is represented by:

	2022 £	2021 £
NatWest Bank	97,604	71,811
Charles Stanley Portfolio	941,120	1,106,058
CBF Church of England Investment Fund	<u>1,040,986</u>	<u>1,179,877</u>
	<u>2,079,710</u>	<u>2,357,746</u>

By Deed of Gift dated 7 November 1997, £10,000 was donated by Mr J F G Michelmore as a Permanent Endowment for the repair and maintenance of the Fabric of the Cathedral and the permanent fixtures therein.

Various donations and legacies have been given for the Fabric Fund over the years and further sums may be added with or without any provision for the accumulation of income.

During 2020 and 2021 the Trustees of the Exeter Cathedral Preservation Trust used their Power of Advancement to transfer investments and funds to the value of £837,740 to the Friends of Exeter Cathedral with the proviso that it is held in the Fabric Endowment Fund.

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022

16. MOVEMENT IN FUNDS - continued

Restricted Fund - Music

	At 1 Jan. 2022	Incoming Resources	Resources Expended	Gains and Losses	At 31 Dec. 2022
	£	£	£	£	£
Music Fund	299,492	8,795	(8,925)	(38,103)	261,259
Choral Music Fund	<u>203,560</u>	<u>5,987</u>	<u>(6,075)</u>	<u>(25,935)</u>	<u>177,537</u>
	<u>503,052</u>	<u>14,782</u>	<u>(15,000)</u>	<u>(64,038)</u>	<u>438,796</u>

Various donations and legacies have been given for the Music and Choral Music Funds over the years.

The fund is represented by:

	2022 £	2021 £
CBF Deposit Account	543	536
NatWest Bank	(41,711)	(41,486)
CBF Church of England Investment Fund	479,964	544,002
	<u>438,796</u>	<u>503,052</u>

17. LEGACIES RECEIVABLE

The Charity has been notified of legacies not received by 31 December 2022 but which have been included in the Statement of Financial Activities at a figure of £12,700 (2021: £25,039) as The Council have made a reasonable estimate of the sum to be received.

18. RELATED PARTY DISCLOSURES

In the year under review, the Very Revd Jonathan Greener was a member of the Chapter of Exeter Cathedral as well as being Dean of Exeter Cathedral and member of the Council of the Friends of Exeter Cathedral. Grants made to the Chapter totalled £300,000 (2021: £288,500) as detailed in Note 7. There were no other related party transactions for the year ended 31 December 2022 (2021: Nil).

THE FRIENDS OF EXETER CATHEDRAL

England & Wales - Charity number 207096

Accounts

REGISTERED CHARITY NUMBER: 207096

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021
FOR
THE FRIENDS OF EXETER CATHEDRAL**

Bush & Co Limited
Statutory Auditors
2 Barnfield Crescent
Exeter
Devon
EX1 1QT

THE FRIENDS OF EXETER CATHEDRAL
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

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THE FRIENDS OF EXETER CATHEDRAL
REFERENCE AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2021

Registered Charity No. 207096

Patron HRH The Prince of Wales KG KT PC GCB

President The Bishop of Exeter

Vice Presidents Her Majesty's Lord-Lieutenant for Devon
The Chairman of Devon County Council
The Right Worshipful the Mayor of Exeter
The Right Worshipful the Mayor of Plymouth

Office and Registered Address The Friends Office, The West Wing, The Palace,
Exeter, EX1 1HY

Honorary Treasurer Joe Roderick (From 26 June 2021)
Peter Balsom (To 26 June 2021)

Secretary Peter J Privett

Auditors Bush & Co Limited, Chartered Accountants
2 Barnfield Crescent, Exeter, EX1 1QT

Bankers National Westminster Bank PLC
Exeter Bank Branch, High St, Exeter, EX4 3DP

Investment Advisors CCLA Investment Management Ltd
85 Queen Victoria St, London, EC2V 6DZ

Charles Stanley & Co Ltd
Broadwalk House, Southernhay West, Exeter, EX1 1TS

The Council

The Very Revd Jonathan Greener	Dean
Mr Joe Roderick	Treasurer
Mr Chris Paterson	Chairman
Mr James Frampton	Deputy Chairman

Dr Reuben Ayres
Mrs Anne Foreman (To 26 June 2021)
Dr Peter King (Co-opted from 25 May 2021)
The Rev Canon Ian Morter
Mr Peter Owen-Pawson
Mr Joe Roderick (To 26 June 2021)
Mrs Fiona Thompson
Mrs Diane Walker
Mr Jonathan Walker
Dr Rosemary Yallop (Co-opted from 23 November 2021)

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2021

The members of the Council, who for the purposes of this report are the trustees, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and Activities

The object of The Friends of Exeter Cathedral (The Friends) shall be to co-operate with the Dean and Chapter in furthering the religious and other charitable work of the Cathedral Church of St Peter in Exeter by:

- Arousing and maintaining public interest in the Cathedral including the encouragement of the interest and participation of young people.
- Assisting and supporting the Dean and Chapter in maintaining, improving and adding to the fabric, furniture, ornaments, services and music of the Cathedral and in maintaining, adding to, and improving the precincts thereof (excluding the houses of residence) and in the publication of literature having reference to the Cathedral.
- Establishing and maintaining scholarships for those seeking to enter the Cathedral School at Exeter as choristers.
- Maintaining and adding to the books and archives of the Cathedral Library.
- Publishing literature furthering the objects of The Friends, including an annual report.
- Such other means as the Council from time to time thinks fit.

There have been no policy changes during the year.

Public benefit

As shown elsewhere in this report, the whole of our annual income, after allowing for small amounts of administration expenditure, is available for the benefit of the Dean and Chapter of Exeter Cathedral, which has stood for over a thousand years, and since the Reformation has been a pillar of the Church of England. Being one of the major donors to the Cathedral and its mission, the Friends help maintain the fabric, support its music and library and its educational and spiritual aims. The Council members have had due regard to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Full details of the grants in aid to the Dean and Chapter appear in the Financial Statements. The Council of The Friends look to be able to continue the support as in the past.

FINANCIAL REVIEW

Financial position

Total incoming resources reduced by £47,599 to £364,720 including sums received for the Endowment Fabric Fund [see note 16]. The Trustees are able to report that dividends and interest received are accounted for on a receivable basis as per Note 1, some sums are held on deposit pending being drawn by the Dean and Chapter. Total resources expended reduced by £182,984 to £326,769 as sums paid to the Dean and Chapter reduced by £180,218 to £288,500 due to the Extraordinary Grant of £250,000 in 2020 to assist with the effect of the Coronavirus Pandemic on the finances of the Cathedral, the net effect being that net incoming resources before other recognised gains or losses increased by £135,385 to a surplus of £37,951. There was an increase in the valuation of investments of £1,148,490. Accordingly, the increase in funds held was £1,186,441.

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2021

FINANCIAL REVIEW

Investment policy and objectives

The investment policy is to maintain a balanced portfolio of investments, and aiming to adopt the Ethical Investment policies of the Church of England, so as to enjoy the optimum income compatible with sustaining, in real terms, the capital value of the portfolio.

Reserves policy

Under the constitution all the resources may be applied towards the charity objectives. It is the policy of the Council, however, to recognise that the charity has prospective obligations in perpetuity and accordingly, subject to any overriding direction from the donor, to invest the endowment funds to secure the optimum income compatible with maintaining, in real terms, the capital value of the portfolio. With the current level (May 2022) of bank base rate of 0.75% pa, income on cash balances remains at a very low historical level. Therefore, such cash balances have been kept to a minimum level consistent with the anticipated demands for draw down of grants. The balance of funds not required are invested in a selection of managed funds (mainly equities and property) operated by CCLA Investment Management Limited and a segregated fund of equities managed by Charles Stanley & Co Limited. The charity's unrestricted free reserves at the year end were £7,032,737.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

The Charity was founded in 1929 by the Charity Commissioners' Scheme and is currently governed by a revised Constitution approved by the Charity Commissioners and dated 29 June 1992. The constitution was amended at the Annual General Meeting on 25 June 1999 and again at the Annual General Meeting on 29 June 2000 each of the amendments being subsequently approved by the Charity Commissioners. Amendments made at the Annual General Meeting on 28 June 2013 did not require Charity Commission approval.

Organisational structure

The affairs of The Friends are managed by a Council consisting of not less than eight and not more than twelve members elected at Annual General Meetings in accordance with the Constitution, and up to five members who may be co-opted by the Council itself. The Council has power to appoint sub-committees. No remuneration is paid to any member of Council.

The following documents are provided to assist new members in their new role:

- a) A copy of the Charity Commission's Guidance "The Essential Trustee; what you need to know".
- b) A copy of the last financial statements.
- c) A copy of the Charity's Constitution.
- d) A copy of the last minutes.

Risk management

The Council considers that the principal risk to which the charity is exposed is loss of capital due to fluctuations in the markets which could lead to a sudden drop in income. To counter this risk a cash reserve is maintained at least equal to the amount currently committed to the Dean and Chapter for the following twelve months so that commitments made are certain to be honoured. The Council employs professional fund managers to help mitigate the consequences of market fluctuations.

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2021

THE MEMBERS OF THE COUNCIL'S RESPONSIBILITIES

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

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

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

Approved by the Council of The Friends of Exeter Cathedral on and signed on its behalf by:

.....
Chris Paterson - Chairman

.....
Peter Privett - Honorary Secretary

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE FRIENDS OF EXETER CATHEDRAL

Opinion

We have audited the financial statements of The Friends of Exeter Cathedral (the "Charity") for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE FRIENDS OF EXETER CATHEDRAL**

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns;
or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, 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 they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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.

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.

Bush & Co Limited
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
2 Barnfield Crescent
Exeter Devon
EX1 1QT

Date:

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestrict ed fund £	Restricted funds £	Endowme nt fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	91,481	5,000	2,406	98,887	152,801
Other trading activities	3	3,583	-	-	3,583	2,582
Investment income	4	<u>182,287</u>	<u>13,680</u>	<u>66,283</u>	<u>262,250</u>	<u>256,936</u>
Total		277,351	18,680	68,689	364,720	412,319
EXPENDITURE ON						
Raising funds		24,027	-	12,188	36,215	39,090
Charitable activities						
Grants and donations		<u>190,730</u>	<u>70,829</u>	<u>28,995</u>	<u>290,554</u>	<u>470,663</u>
Total	5	214,757	70,829	41,183	326,769	509,753
Net gains/(losses) on investments		<u>850,191</u>	<u>67,410</u>	<u>230,889</u>	<u>1,148,490</u>	<u>442,966</u>
NET INCOME/ (EXPENDITURE)		912,785	15,261	258,395	1,186,441	345,532
RECONCILIATION OF FUNDS						

Total funds brought forward

6,119,952

487,791

2,099,351

8,707,094

8,361,562

The notes form part of these financial statements

TOTAL FUNDS CARRIED FORWARD

7,032,737

503,052

2,357,746

9,893,535

8,707,094

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

THE FRIENDS OF EXETER CATHEDRAL

**BALANCE SHEET
AT 31 DECEMBER 2021**

					2021	2020
	Note	Unrestrict ed fund £	Restricted funds £	Endowme nt fund £	Total funds £	Total funds £
FIXED ASSETS						
Tangible assets	10	13,821	-	-	13,821	592
Investments	11	<u>7,012,512</u>	<u>544,002</u>	<u>2,285,935</u>	<u>9,842,449</u>	<u>8,542,882</u>
		7,026,333	544,002	2,285,935	9,856,270	8,543,474
 CURRENT ASSETS						
Stocks	12	1,182	-	-	1,182	619
Debtors	13	30,637	-	-	30,637	52,267
Investments	14	35,174	-	-	35,174	35,000
Cash at bank and in hand		<u>154,891</u>	<u>(40,950)</u>	<u>71,811</u>	<u>185,752</u>	<u>169,852</u>
		303,997	(40,950)	71,811	252,745	257,738

CREDITORS

Amounts falling due within one year

15

(215,480)

-

-

(215,480)

(94,118)

NET CURRENT ASSETS

88,517

The notes form part of these financial statements

(40,950)
 71,811
 37,265
 163,620

NET ASSETS		<u>7,032,737</u>	<u>503,052</u>	<u>2,357,746</u>	<u>9,893,535</u>	<u>8,707,094</u>
FUNDS						
Unrestricted funds:						
General fund				7,032,737	6,119,952	
Restricted funds:	16					
Music Fund				299,492	257,193	
Choral Music Fund				203,560	174,769	
Norman England Fund				-	55,829	
				<u>503,052</u>	<u>487,791</u>	
Endowment funds:	16					
Endowment fabric fund				<u>2,357,746</u>	<u>2,099,351</u>	
TOTAL FUNDS				<u>9,893,535</u>	<u>8,707,094</u>	

The financial statements were approved by the Council on and were signed on its behalf by:

.....
 Chris Paterson - Chairman

.....
 Joe Roderick - Treasurer

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	2020 £
Cash flows from operating activities:			
Net cash provided by operating activities	1	(81,629)	(428,225)
Cash flows from investing activities:			
Dividends, interest and rents from investment		262,250	256,936
Purchase of equipment		(13,644)	(529)
Proceeds from sale of investments		491,456	250,000
Purchase of investments		<u>(642,532)</u>	<u>(160,588)</u>
Net cash provided/(used in) by investing activities		<u>97,529</u>	<u>345,819</u>
Change in cash and cash equivalents in the reporting period		15,900	(82,406)
Cash and cash equivalents at the beginning of the reporting period		<u>169,852</u>	<u>252,258</u>
Cash and cash equivalents at the end of the reporting period	2	<u>185,752</u>	<u>169,852</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2021	2020
	£	£
Net income for the reporting period (as per the statement of financial activities)	1,186,441	345,532
Adjustments for:		
Depreciation charges	415	451
Gains on investments	(1,148,490)	(442,966)
Dividends, interest and rents from investment	(262,424)	(256,936)
(Increase)/decrease in stocks	(563)	355
(Increase)/decrease in debtors	21,630	(44,620)
Increase/(decrease) in creditors	<u>121,362</u>	<u>(30,041)</u>
Net cash provided by operating activities	<u>(81,629)</u>	<u>(428,225)</u>
2. ANALYSIS OF CASH AND CASH EQUIVALENTS	2021	2020
	£	£
Cash at bank and in hand	185,216	169,316
Notice deposits (less than 3 months)	<u>536</u>	<u>536</u>
Total cash and cash equivalents	<u>185,752</u>	<u>169,852</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements have been prepared on a going concern basis as there are no material uncertainties about the charity's ability to continue operating.

Income

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations and membership fees and is included in full in the Statement of Financial Activities when receivable. Legacies are accounted for as income once the representatives of the estate have advised the amount receivable whether received as a pecuniary or residuary bequest or subject to a life tenancy. Assets received by way of legacies are included as legacy income at market value on the date of transfer.
- Incoming resources from charitable trading activity are accounted for when earned.
- Investment income is included when receivable.

Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of fundraising.
- Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for beneficiaries. Grants and donations are awarded on approval by the Charity's Council in accordance with the objects of the charity. The grants are charged to the accounts for the period in which they are approved for payment.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and others are apportioned on an appropriate basis.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2021

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Fixed assets are stated at cost. Additions under £150 are not capitalised.

Depreciation is provided so as to write off the cost of tangible assets on a straight line basis over their estimated useful lives at the following annual rates.

Computers - 33%

A new Friends desk installed in the cathedral in March 2022 at a cost of £13,644 will be depreciated for the first time in 2022 at an annual rate to be determined.

Investments

Investments are stated at market value at the balance sheet date which gives rise to unrealised gains and losses which are included in the statement of financial activities. Realised gains and losses arising on disposal of investments are separately identified in the Statement of Financial Activities.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Current asset investments

Current asset investments includes short term highly liquid investments with a maturity greater than three months but less than one year from the date of opening of the deposit.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Financial instruments

The charity only has financial assets and 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.

Taxation

As a charity, The Friends of Exeter Cathedral is not liable to taxation on its investment income, or on any surplus arising from its activities, and so no taxation provision is required in the financial statements.

Fund accounting

The charity's unrestricted funds consist of general funds which the charity can use for its own purposes. The Charity's endowment "fabric" fund consists of amounts to be used specifically for the maintenance of the fabric of the cathedral. The Charity's restricted funds consist of amounts

to be used for choral music of cathedral, other musical purposes in the cathedral, and for maintaining the fabric of the cathedral.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	11,022	54,718
Legacies	56,440	66,452
Membership subscriptions	<u>31,425</u>	<u>31,631</u>
	<u><u>98,887</u></u>	<u><u>152,801</u></u>

In 2021, none of the donations were restricted (2020: £41,283) and £100 was endowment income (2020: £4,187).

Legacies advised and receivable:

	£
Anthony Bulgin	5,000
Joy Calvert	29,336
David Conway	5,000
Barbara Hamer	2,000
Joan Hobby	500
George Raymer	500
Margaret Rossall	13,104
Mary Williams	<u>1,000</u>
	<u><u>56,440</u></u>

All of the legacies relate to Unrestricted Funds, except for £5,000 for the Music Fund and £2,306 for the Endowment Fund.

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Charitable trading income	1,976	1,850
Friends Gatherings income	<u>1,607</u>	<u>732</u>
	<u><u>3,583</u></u>	<u><u>2,582</u></u>

In 2021 of the other trading activities all £was unrestricted income (2020: £2,582).

4. INVESTMENT INCOME

	2021	2020
	£	£
Investment income from quoted investments	261,865	254,512
Deposit account interest	<u>385</u>	<u>2,424</u>
	<u><u>262,250</u></u>	<u><u>256,936</u></u>

In 2021 of the investment income £13,680 was restricted (2020: £15,477) and £66,283 was endowment income (2020: £60,386).

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

5. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Charitable Activities Grants & Donations £	Raising Funds £	2021 Total £	2020 Total £
Grants (Note 7)	Direct	288,500	-	288,500	468,718
Cost of sales (Note 6)	Direct	-	401	401	1,314
Friends gatherings costs	Direct	-	-	-	362
Postage, stationery and telephone	Usage	-	448	448	574
Salary	Staff time	1,688	15,187	16,875	16,313
Investments management charge	Direct	-	9,188	9,188	11,605
Depreciation	Usage	-	415	415	451
Repairs and renewals	Usage	-	124	124	226
Sundry expenses	Direct	-	736	736	734
Annual report	Usage	-	3,702	3,702	3,582
Newsletter	Usage	-	2,720	2,720	2,730
Audit fees	Direct	366	3,294	3,660	3,144
		290,554	36,215	326,769	509,753
		290,554	36,215	326,769	509,753

In 2021 of the total expenditure, £70,829 was expenditure from restricted funds (2020: £68,383) and £41,183 was expenditure from endowment funds (2020: £11,605).

6. CHARITABLE TRADING

	2021 £	2020 £
Sales		
Christmas cards	1,841	1,775
Ties	135	75
	1,976	1,850
Cost of Sales		
Christmas cards	(534)	(1,266)
Ties	133	(48)
	(401)	(1,314)
Gross profit on trading activities	1,575	536

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

7. CHARITABLE GRANTS AND DONATIONS

	2021	2020
	£	£
Grants to the Dean and Chapter for the benefit of the Cathedral	288,500	468,718

The grants to Dean and Chapter for the benefit of the Cathedral are analysed as follows:

	2021	2020
	£	£
Flower fund	-	1,500
Library & archive	5,000	5,000
Clock maintenance	-	200
Bells maintenance	-	250
East End Windows QI	-	(1,266)
Fire door in tower	5,000	-
Exceptional Pandemic grant from reserves	-	250,000
Special appeal to members for Pandemic costs	-	41,283
Choral scholarships	15,000	15,000
South quire materials	30,000	26,500
South aisle roof & East window	50,000	35,000
Education of stonemasons	2,500	1,707
Image screen	(9,376)	12,000
Monument repairs	3,000	3,000
North porch	-	20,000
Stonemasons	18,786	36,444
Extraction of Salcombe Stone	11,000	10,000
Organ maintenance	-	12,100
Beer Quarry geology	6,000	-
Chapter House lighting	125,000	-
Stained glass windows	26,590	-
	288,500	468,718

8. COUNCIL OF MEMBERS REMUNERATION AND BENEFITS

There were no remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020 for Council Members.

Council members' expenses

There were no Council members' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

9. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	<u>16,875</u>	<u>16,313</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Administration	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

10. TANGIBLE ASSETS

	New Desk	Office Equipment	Total
	£	£	£
COST			
At 1 January 2021	-	2,926	2,926
Additions	13,644	-	13,644
Disposals	-	-	-
	-----	-----	-----
At 31 December 2021	13,644	2,926	16,570
	-----	-----	-----
DEPRECIATION			
At 1 January 2021	-	2,334	2,334
Charge for year	-	415	415
Elimination on disposal	-	-	-
	-----	-----	-----
At 31 December 2021	-	2,749	2,749
	-----	-----	-----
NET BOOK VALUE			
At 31 December 2021	13,644	177	13,821
	=====	=====	=====
At 31 December 2020	-	592	592
	=====	=====	=====

Note: A new 'Friends' desk installed in the Cathedral in March 2022 at a cost of £13,644 will be depreciated for the first time in 2022 at an annual rate to be determined.

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

11. FIXED ASSET INVESTMENTS

Analysis of change in investments during the year:	2021	2020
	£	£
Market value at 1 January 2021	8,542,882	8,189,328
Additions at cost	642,532	160,588
Disposals	(491,456)	(250,000)
Net Gain on revaluation	1,148,490	442,966
	<hr/>	<hr/>
Market value at 31 December 2021	<u>9,842,449</u>	<u>8,542,882</u>
Cost at 31 December 2021	<u>6,326,262</u>	<u>6,176,125</u>
CBF Investment Fund	8,654,278	7,013,151
Church of England Property Fund	-	425,869
Charles Stanley Portfolio - listed	1,083,458	950,803
Charles Stanley Portfolio - cash	22,600	71,886
Cambridge & Counties Fixed Rate Bond	82,113	81,173
	<hr/>	<hr/>
	9,842,449	8,542,882
	<u>9,842,449</u>	<u>8,542,882</u>

12. STOCKS

	2021	2020
	£	£
Ties & Cards	1,182	619
	<hr/>	<hr/>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Income tax recoverable	5,498	10,958
Legacies receivable	25,039	39,888
Other debtors	100	1,421
	<hr/>	<hr/>
	30,637	52,267
	<hr/>	<hr/>

14. CURRENT ASSET INVESTMENTS

	2021	2020
	£	£
Cash equivalents on deposit	35,174	35,000
	<hr/>	<hr/>

THE FRIENDS OF EXETER CATHEDRAL

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021**

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Grants outstanding to Dean and Chapter	203,401	82,395
Accrued expenses	<u>12,079</u>	<u>11,723</u>
	<u>215,480</u>	<u>94,118</u>

16. MOVEMENT IN FUNDS

Endowment Fabric Fund

	At 1 Jan. 2021	Incoming Resources	Resources Expended	Gains and Losses	At 31 Dec. 2021
	£	£	£	£	£
Endowment Fund	2,099,351	68,689	(41,183)	230,889	2,357,746
	<u>1</u>				

The fund is represented by:

	2021	2020
	£	£
NatWest Bank	71,811	46,611
Charles Stanley Portfolio	1,106,058	1,022,689
CBF Church of England Investment Fund	<u>1,179,877</u>	<u>1,030,051</u>
	2,357,746	
	<u>2,099,351</u>	

By Deed of Gift dated 7 November 1997, £10,000 was donated by Mr J F G Michelmore as a Permanent Endowment for the repair and maintenance of the Fabric of the Cathedral and the permanent fixtures therein.

Various donations and legacies have been given for the Fabric Fund over the years and further sums may be added with or without any provision for the accumulation of income.

In the Year to 31 December 2020 the Trustees of the Exeter Cathedral Preservation Trust used their Power of Advancement to transfer investments and funds to the value of £2,631 (2019: £835,109) to the Friends of Exeter Cathedral with the proviso that it is held in the Fabric Endowment Fund.

THE FRIENDS OF EXETER CATHEDRAL
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2021

16. MOVEMENT IN FUNDS - continued

Restricted Fund - Music

	At 1 Jan. 2021	Incoming Resource s	Resource s Expende d	Gains and Losses	At 31 Dec. 2021
	£	£	£	£	£
Music Fund	257,193	11,115	(8,925)	40,109	299,492
Choral Music Fund	<u>174,769</u>	<u>7,565</u>	<u>(6,075)</u>	<u>27,301</u>	<u>203,560</u>
	<u>431,962</u>	<u>18,680</u>	<u>(15,000)</u>	<u>67,410</u>	<u>503,052</u>

Various donations and legacies have been given for the Music and Choral Music Funds over the years.

The fund is represented by:

	2021 £	2020 £
CBF Deposit Account	536	536
NatWest Bank	(41,486)	(35,197)
CBF Church of England Investment Fund	544,002	471,592
Sundry Creditors	<u>-</u>	<u>(4,969)</u>
	503,052	<u>431,962</u>

Norman England Fund (Restricted)

A sum of £255,840 was received from the N W J England Trust No 1. It was the express wish of the Donor and The Trustees that the whole of the Fund be used towards the repair and maintenance of the Fabric of Exeter Cathedral and for no other purpose. Any expenditure is to be agreed on an annual basis. It is not an endowment fund.

As 31 December 2020 the remaining sum brought forward was £55,829 and this sum was utilised in the early part of 2021 on projects, following discussion with the Dean and Chapter.

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2021

Legacies Receivable

The Charity has been notified of legacies not received by 31 December 2021 but which have been included in the Statement of Financial Activities at a figure of £25,039 (2020: £39,888) as The Council have made a reasonable estimate of the sum to be received.

17. RELATED PARTY DISCLOSURES

In the year under review, the Very Revd Jonathan Greener was a member of the Chapter of Exeter Cathedral as well as being Dean of Exeter Cathedral and member of the Council of the Friends of Exeter Cathedral. Grants made to the Chapter totalled £288,500 (2020: £468,718) as detailed in Note 7. There were no other related party transactions for the year ended 31 December 2021 (2020: Nil).

THE FRIENDS OF EXETER CATHEDRAL

England & Wales - Charity number 207096

Accounts

REGISTERED CHARITY NUMBER: 207096

Registered Charity No. 207096

Patron HRH The Prince of Wales KG KT PC GCB

President The Bishop of Exeter

Vice Presidents Her Majesty's Lord-Lieutenant for Devon

The Chairman of Devon County Council

The Right Worshipful the Mayor of Exeter

The Right Worshipful the Mayor of Plymouth

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2020**

**FOR
THE FRIENDS OF EXETER CATHEDRAL**

Honorary Treasurer

Secretary

Auditors

Bankers

Investment Advisors

Charles Stanley & Co Ltd
Broadwalk House, Southamby Way, Exeter, EX1 1TS

The Council

The Very Revd Jonathan Greener	Dean
Mr Peter Balsom	Treasurer
Mr Chris Paterson	Chairman
Mr Joe Radnick	Deputy Chairman
Mrs Anne Foreman	
The Rev Canon Ian Morter	
Mr Peter Owen-Powson	
Mr James Frimpton	
Mrs Fiona Thompson	
Mrs Diane Waller	
Mr Jonathan Walker	
Dr Robert Ayres	

[copied from 25 August 2020]

Bush & Co Limited
Statutory Auditors
2 Barnfield Crescent
Exeter
Devon
EX1 1QT

THE FRIENDS OF EXETER CATHEDRAL

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

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THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2020

The members of the Council, who for the purposes of this report are the trustees, present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and Activities

The object of The Friends of Exeter Cathedral (The Friends) is to co-operate with the Dean and Chapter, principally through financial support, in furthering the religious and other charitable work of the Cathedral Church of St Peter in Exeter by:

- Arousing and maintaining public interest in the Cathedral including the encouragement of the interest and participation of young people.
- Assisting and supporting the Dean and Chapter in maintaining, improving and adding to the fabric, furniture, ornaments, services and music of the Cathedral and in maintaining, adding to, and improving the precincts thereof (excluding the houses of residence) and in the publication of literature having reference to the Cathedral.
- Establishing and maintaining scholarships for those seeking to enter the Cathedral School at Exeter as choristers.
- Maintaining and adding to the books and archives of the Cathedral Library.
- Publishing literature furthering the objects of The Friends, including an annual report.
- Such other means as the Council from time to time thinks fit.

There have been no policy changes during the year.

Public benefit

As shown elsewhere in this report, the whole of our annual income, after allowing for small amounts of administration expenditure, is available for the benefit of the Dean and Chapter of Exeter Cathedral, which has stood for over a thousand years, and since the Reformation has been a pillar of the Church of England. Being one of the major donors to the Cathedral and its mission, the Friends help maintain the fabric, support its music and library and its educational and spiritual aims. The Council members have had due regard to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Full details of the grants in aid to the Dean and Chapter appear in the Financial Statements. The Council of The Friends look to be able to continue the support as in the past.

FINANCIAL REVIEW

Financial position

Total incoming resources reduced by £774,359 to £412,319 including sums received for the Endowment Fabric Fund [see note 16]. The Trustees are able to report that dividends and interest received are accounted for on a receivable basis as per Note 1 on page 11, some sums are held on deposit pending being drawn by the Dean and Chapter. Total resources expended increased by £166,353 to £509,753 as sums paid to the Dean and Chapter increased by £178,689 to £468,718 an exceptionally high level due to an Extraordinary Grant of £250,000 to assist with the effect of the Coronavirus Pandemic on the finances of the Cathedral, the net effect being that net incoming resources before other recognised gains or losses decreased by £940,712 to a deficit of £97,434. There was an increase in the valuation of investments of £442,966. Accordingly, the increase in funds held was £345,532.

THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2020

FINANCIAL REVIEW

Investment policy and objectives

The investment policy is to maintain a balanced portfolio of investments, and aiming to adopt the Ethical Investment policies of the Church of England, so as to enjoy the optimum income compatible with sustaining, in real terms, the capital value of the portfolio.

Reserves policy

Under the constitution all the resources may be applied towards the charity objectives. It is the policy of the Council, however, to recognise that the charity has prospective obligations in perpetuity and accordingly, subject to any overriding direction from the donor, to invest the endowment funds to secure the optimum income compatible with maintaining, in real terms, the capital value of the portfolio. With the current level (May 2021) of bank base rate of 0.1% pa, income on cash balances remains at a very low historical level. Therefore, such cash balances have been kept to a minimum level consistent with the anticipated demands for draw down of grants. The balance of funds not required are invested in a selection of managed funds (mainly equities and property) operated by CCLA Investment Management Limited and a segregated fund of equities managed by Charles Stanley & Co Limited. The charity's unrestricted free reserves at the year end were £6,119,360.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

The Charity was founded in 1929 by the Charity Commissioners' Scheme and is currently governed by a revised Constitution approved by the Charity Commissioners and dated 29 June 1992. The constitution was amended at the Annual General Meeting on 25 June 1999 and again at the Annual General Meeting on 29 June 2000 each of the amendments being subsequently approved by the Charity Commissioners. Amendments made at the Annual General Meeting on 28 June 2013 did not require Charity Commission approval.

Organisational structure

The affairs of The Friends are managed by a Council consisting of not less than eight and not more than twelve members elected at Annual General Meetings in accordance with the Constitution, and up to five members who may be co-opted by the Council itself. The Council has power to appoint sub-committees. No remuneration is paid to any member of Council.

The following documents are provided to assist new members in their new role:

- a) A copy of the Charity Commission's Guidance "The Essential Trustee; what you need to know".
- b) A copy of the last financial statements.
- c) A copy of the Charity's Constitution.
- d) A copy of the last minutes.

Risk management

The Council considers that the principal risk to which the charity is exposed is loss of capital due to fluctuations in the markets which could lead to a sudden drop in income. To counter this risk a cash reserve is maintained at least equal to the amount currently committed to the Dean and Chapter for the following twelve months so that commitments made are certain to be honoured. The Council employs professional fund managers to help mitigate the consequences of market fluctuations.

**THE FRIENDS OF EXETER CATHEDRAL
ANNUAL REPORT OF THE COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2020**

THE MEMBERS OF THE COUNCIL'S RESPONSIBILITIES

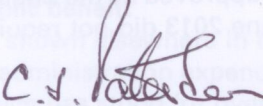
The members of the Council are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).


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

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

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

Approved by the Council of The Friends of Exeter Cathedral on 25 May 2021 and signed on its behalf by:


.....
Chris Paterson - Chairman


.....
P. Privett - Honorary Secretary

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE FRIENDS OF EXETER CATHEDRAL

Opinion

We have audited the financial statements of The Friends of Exeter Cathedral (the "Charity") for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2020 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE FRIENDS OF EXETER CATHEDRAL**

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records and returns; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, 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 they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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.

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.

Bush & Co Limited
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
2 Barnfield Crescent
Exeter Devon
EX1 1QT

Bush & Co

Date:

THE FRIENDS OF EXETER CATHEDRAL

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	107,331	41,283	4,187	152,801	940,212
Other trading activities	3	2,582	-	-	2,582	9,475
Investment income	4	181,073	15,477	60,386	256,936	236,991
Total		290,986	56,760	64,573	412,319	1,186,678
EXPENDITURE ON						
Raising funds		27,485	-	11,605	39,090	48,771
Charitable activities						
Grants and donations		339,336	131,327	-	470,663	294,629
Total	5	366,821	131,327	11,605	509,753	343,400
Net gains/(losses) on investments		334,792	30,343	77,831	442,966	1,040,973
NET INCOME/ (EXPENDITURE)		258,957	(44,224)	130,799	345,532	1,884,251
RECONCILIATION OF FUNDS						
Total funds brought forward		5,860,995	532,015	1,968,552	8,361,562	6,477,311
TOTAL FUNDS CARRIED FORWARD		6,119,952	487,791	2,099,351	8,707,094	8,361,562

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

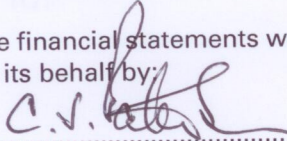
The notes form part of these financial statements

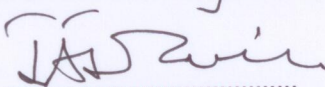
REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE FRIENDS OF EXETER CATHEDRAL

**BALANCE SHEET
 AT 31 DECEMBER 2020**

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2020 Total funds £	2019 Total funds £
FIXED ASSETS						
Tangible assets	10	592	-	-	592	514
Investments	11	5,937,377	552,765	2,052,740	8,542,882	8,189,328
		5,937,969	552,765	2,052,740	8,543,474	8,189,842
CURRENT ASSETS						
Stocks	12	619	-	-	619	974
Debtors	13	52,267	-	-	52,267	7,647
Investments	14	-	35,000	-	35,000	35,000
Cash at bank and in hand		218,246	(95,005)	46,611	169,852	252,258
		271,132	(60,005)	46,611	257,738	295,879
CREDITORS						
Amounts falling due within one year	15	(89,149)	(4,969)	-	(94,118)	(124,159)
NET CURRENT ASSETS		<u>181,983</u>	<u>(64,974)</u>	<u>46,611</u>	<u>163,620</u>	<u>171,720</u>
NET ASSETS		<u>6,119,952</u>	<u>487,791</u>	<u>2,099,351</u>	<u>8,707,094</u>	<u>8,361,562</u>
FUNDS						
Unrestricted funds:						
General fund					6,119,952	5,860,995
Restricted funds:	16					
Music Fund					257,193	250,478
Choral Music Fund					174,769	164,948
Norman England Fund					55,829	116,589
					487,791	532,015
Endowment funds:	16					
Endowment fabric fund					2,099,351	1,968,552
TOTAL FUNDS					<u>8,707,094</u>	<u>8,361,562</u>

The financial statements were approved by the Council on 25 May 2021 and were signed on its behalf by:


 Chris Paterson - Chairman


 Joe Roderick - Deputy Chairman

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	2019 £
Cash flows from operating activities:			
Net cash provided by operating activities	1	(428,225)	681,410
Cash flows from investing activities:			
Dividends, interest and rents from investment		256,936	236,991
Purchase of equipment		(529)	(716)
Proceeds from sale of investments		250,000	369,922
Purchase of investments		<u>(160,588)</u>	<u>(1,190,373)</u>
Net cash provided/(used in) by investing activities		345,819	(584,176)
Change in cash and cash equivalents in the reporting period		(82,406)	97,234
Cash and cash equivalents at the beginning of the reporting period		<u>252,258</u>	<u>155,024</u>
Cash and cash equivalents at the end of the reporting period	2	<u>169,852</u>	<u>252,258</u>

Voluntary income is received by way of donations and membership fees and is included in full in the Statement of Financial Activities when received. Legacies are reported for as income when the representatives of the estate have agreed to transfer the assets to the charity, whether as a residuary or specific bequest. Legacies are included as income when received or when the charity has received notice of the bequest.

- Incoming resources from charitable trading activity are accounted for when earned.
- Investment income is included when receivable.

Expenditure

Expenditure is recognized on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds comprises the costs associated with attracting voluntary income and the costs of fundraising.
- Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services to beneficiaries. Grants and donations are awarded on approval by the Charity's Council in accordance with the objects of the charity. The grants are charged to the accounts for the period in which they are approved for payment.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and others are apportioned on an appropriate basis.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

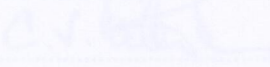
	2020	2019
	£	£
Net income for the reporting period (as per the statement of financial activities)	345,532	1,884,251
Adjustments for:		
Depreciation charges	451	293
Gains on investments	(442,966)	(1,040,973)
Dividends, interest and rents from investment	(256,936)	(236,991)
(Increase)/decrease in stocks	355	493
(Increase)/decrease in debtors	(44,620)	86,855
Increase/(decrease) in creditors	(30,041)	(12,518)
Net cash provided by operating activities	(428,225)	681,410


2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2020	2019
	£	£
Cash at bank and in hand	169,316	11,848
Notice deposits (less than 3 months)	536	240,410
Total cash and cash equivalents	169,852	252,258

NET ASSETS	2020	2019
Unrestricted funds:		
General fund	8,119,982	8,560,298
Restricted funds:		
Music Fund	257,183	250,478
Choral Music Fund	174,765	164,342
Norman-England Fund	55,829	115,595
	487,781	530,915
Endowment funds:		
Endowment fabric fund	2,088,251	1,368,852
TOTAL FUNDS	8,707,094	8,351,552

The financial statements were approved by the Council on 25 May 2021 and were signed on its behalf by


Chris Paterson - Chairman


Joe Radstock - Deputy Chairman

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements have been prepared on a going concern basis as there are no material uncertainties about the charity's ability to continue operating.

Income

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations and membership fees and is included in full in the Statement of Financial Activities when receivable. Legacies are accounted for as income once the representatives of the estate have advised the amount receivable whether received as a pecuniary or residuary bequest or subject to a life tenancy. Assets received by way of legacies are included as legacy income at market value on the date of transfer.
- Incoming resources from charitable trading activity are accounted for when earned.
- Investment income is included when receivable.

Expenditure

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- Costs of generating funds compromise the costs associated with attracting voluntary income and the costs of fundraising.
- Charitable activities compromises those costs incurred by the charity in the delivery of its activities and services for beneficiaries. Grants and donations are awarded on approval by the Charity's Council in accordance with the objects of the charity. The grants are charged to the accounts for the period in which they are approved for payment.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and others are apportioned on an appropriate basis.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Fixed assets are stated at cost. Additions under £150 are not capitalised.

Depreciation is provided so as to write off the cost of tangible assets on a straight line basis over their estimated useful lives at the following annual rates.

Office equipment - 33%

Investments

Investments are stated at market value at the balance sheet date which gives rise to unrealised gains and losses which are included in the statement of financial activities. Realised gains and losses arising on disposal of investments are separately identified in the Statement of Financial Activities.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Current asset investments

Current asset investments includes short term highly liquid investments with a maturity greater than three months but less than one year from the date of opening of the deposit.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Financial instruments

The charity only has financial assets and 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.

Taxation

As a charity, The Friends of Exeter Cathedral is not liable to taxation on its investment income, or on any surplus arising from its activities, and so no taxation provision is required in the financial statements.

Fund accounting

The charity's unrestricted funds consist of general funds which the charity can use for its own purposes. The Charity's endowment "fabric" fund consists of amounts to be used specifically for the maintenance of the fabric of the cathedral. The Charity's restricted funds consist of amounts to be used for choral music of cathedral, other musical purposes in the cathedral, and for maintaining the fabric of the cathedral.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

2. DONATIONS AND LEGACIES

	2020 £	2019 £
Donations	54,718	956,722
Legacies	66,452	(49,694)
Membership subscriptions	<u>31,631</u>	<u>33,184</u>
	<u>152,801</u>	<u>940,212</u>

In 2020 £41,283 of the donations were restricted (2019: £100) and £4,187 was endowment income (2019: £951,183).

Legacies advised and receivable:

	£
Ann Barter	2,500
James Baker	11,064
John Loarridge	6,000
Jean Hall	10,000
Arthur Brown	3,000
Mona Harrison	1,000
Doris Wilson	<u>32,888</u>
	<u>66,452</u>

All of the legacies relate to Unrestricted Funds.

3. OTHER TRADING ACTIVITIES

	2020 £	2019 £
Charitable trading income	1,850	1,712
Festival income	-	310
Friends Gatherings income	<u>732</u>	<u>7,453</u>
	<u>2,582</u>	<u>9,475</u>

In 2020 of the other trading activities all £2,582 was unrestricted income (2019: 9,475).

4. INVESTMENT INCOME

	2020 £	2019 £
Investment income from quoted investments	254,512	233,219
Deposit account interest	<u>2,424</u>	<u>3,772</u>
	<u>256,936</u>	<u>236,991</u>

In 2020 of the investment income £15,477 was restricted (2019: £15,658) and £ 60,386 was endowment income (2019: £40,229).

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS – CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

5. TOTAL RESOURCES EXPENDED

	Basis of Allocation	Charitable Activities Grants & Donations £	Raising Funds £	2020 Total £	2019 Total £
Grants (Note 7)	Direct	468,718	-	468,718	290,029
Cost of sales (Note 6)	Direct	-	1,314	1,314	1,088
Festival costs	Direct	-	-	-	378
Friends Gatherings costs	Direct	-	362	362	4,457
Postage	Usage	-	574	574	352
Stationery and telephone	Usage	-	-	-	572
Wages	Staff time	1,631	14,682	16,313	15,397
Investments management charge	Direct	-	11,605	11,605	11,459
Depreciation	Usage	-	451	451	293
90 th Anniversary Costs	Direct	-	-	-	3,276
Repairs and renewals	Usage	-	226	226	-
Sundry expenses	Direct	-	734	734	1,171
Annual report	Usage	-	3,582	3,582	3,660
Newsletter	Usage	-	2,730	2,730	2,826
Audit fees	Direct	314	2,830	3,144	3,060
Legal Fees	Direct	-	-	-	5,382
		<u>470,663</u>	<u>39,090</u>	<u>509,753</u>	<u>343,400</u>

In 2020 of the total expenditure £68,383 was expenditure from restricted funds (2019: £63,439) and £11,605 was expenditure from endowment funds (2019: £45,459).

6. CHARITABLE TRADING

	2020 £	2019 £
Sales		
Christmas cards	1775	1,442
Ties	75	270
	<u>1,850</u>	<u>1,712</u>
Cost of Sales		
Christmas cards	(1,266)	(960)
Ties	(48)	(128)
	<u>(1,314)</u>	<u>(1,088)</u>
Gross profit on trading activities	<u>536</u>	<u>624</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

7. CHARITABLE GRANTS AND DONATIONS

	2020	2019
	£	£
Grants to the Dean and Chapter for the benefit of the Cathedral	468,718	290,029

The grants to Dean and Chapter for the benefit of the Cathedral are analysed as follows:

	2020	2019
	£	£
Flower fund	1,500	1,500
Library & archive	5,000	5,000
Clock maintenance	200	200
Bells maintenance	250	250
East End Windows	(1,266)	12,000
Fire Alarm System	-	12,500
Hoist	-	12,000
Exceptional Pandemic Grant from Reserves	250,000	-
Special Appeal to Members for Pandemic Costs	41,283	-
Choral scholarships	15,000	15,000
Environmental Monitoring	-	11,000
South Quire Materials (England Fund)	26,500	40,000
South Clerestory Quire Project (England Fund)	-	1,919
South Nave Aisle Window	35,000	-
Education of stonemasons	1,707	3,500
Image Screen	12,000	2,500
Electrification of Bells	-	15,000
Photography Scala Book	-	3,000
Monument Repairs	3,000	3,000
North Porch	20,000	8,000
Stonemasons (England Fund -2020)	36,444	121,226
Extraction of Salcombe Stone	10,000	14,000
Organ Maintenance	12,100	8,434
	<u>468,718</u>	<u>290,029</u>

8. COUNCIL OF MEMBERS REMUNERATION AND BENEFITS

There were no remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019 for Council Members.

Council members' expenses

There were no Council members' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

9. STAFF COSTS

	2020	2019
	£	£
Wages and salaries	<u>16,313</u>	<u>15,397</u>

The average monthly number of employees during the year was as follows:

	2020	2019
Administration	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

10. TANGIBLE FIXED ASSETS

	Office equipment £
COST	
At 1 January 2020	5,735
Additions	529
Disposals	<u>(3,338)</u>
As at 31 December 2020	<u>2,926</u>
DEPRECIATION	
At 1 January 2020	5,221
Charge for year	451
Eliminated on disposal	<u>(3,338)</u>
At 31 December 2020	<u>2,334</u>
NET BOOK VALUE	
At 31 December 2020	<u>592</u>
At 31 December 2019	<u>514</u>

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

11. FIXED ASSET INVESTMENTS

Analysis of change in investments during the year:

	2020	2019
	£	£
Market value at 1 January 2020	8,189,328	6,287,904
Additions at cost	160,588	1,190,373
Disposals	(250,000)	(329,922)
Net Gain on revaluation	442,966	1,040,973
	<hr/>	<hr/>
Market value at 31 December 2020	<u>8,542,882</u>	<u>8,189,328</u>
	<hr/>	<hr/>
Cost at 31 December 2020	<u>6,176,125</u>	<u>5,023,528</u>
	<hr/>	<hr/>
CBF Investment Fund	7,013,151	6,651,294
Church of England Property Fund	425,869	448,148
Charles Stanley Portfolio - listed	950,803	981,609
Charles Stanley Portfolio - cash	71,886	28,700
Cambridge & Counties Fixed Rate Bond	81,173	79,577
	<hr/>	<hr/>
	<u>8,542,882</u>	<u>8,189,328</u>

12. STOCKS

	2020	2019
	£	£
Ties & Cards	619	974

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Income tax recoverable	10,958	3,641
Legacies receivable	39,888	4,000
Other debtors	1,421	6
	<hr/>	<hr/>
	<u>52,267</u>	<u>7,647</u>

14. CURRENT ASSET INVESTMENTS

	2020	2019
	£	£
Cash equivalents on deposit	35,000	35,000

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Grants outstanding to Dean and Chapter	82,395	112,384
Accrued expenses	<u>11,723</u>	<u>11,775</u>
	<u>94,118</u>	<u>124,159</u>

16. MOVEMENT IN FUNDS

Endowment Fabric Fund

	At 1 Jan 2020	Incoming Resources	Resources Expended	Gains and Losses	At 31 Dec 2020
	£	£	£	£	£
Endowment Fund	<u>1,968,552</u>	<u>64,573</u>	<u>(11,605)</u>	<u>77,831</u>	<u>2,099,351</u>

The fund is represented by:

	2020	2019
	£	£
CBF Deposit Account	-	129,753
NatWest Bank	46,611	-
Charles Stanley Portfolio	1,022,689	1,010,309
Accrued expenses	-	(6,682)
CBF Church of England Investment Fund	<u>1,030,051</u>	<u>835,172</u>
	<u>2,099,351</u>	<u>1,968,552</u>

By Deed of Gift dated 7 November 1997, £10,000 was donated by Mr J F G Michelmore as a Permanent Endowment for the repair and maintenance of the Fabric of the Cathedral and the permanent fixtures therein.

Various donations and legacies have been given for the Fabric Fund over the years and further sums may be added with or without any provision for the accumulation of income.

In the Year to 31 December 2020 the Trustees of the Exeter Cathedral Preservation Trust used their Power of Advancement to transfer investments and funds to the value of £2,631 (2019: £835,109) to the Friends of Exeter Cathedral with the proviso that it is held in the Fabric Endowment Fund.

In the Year to 31 December 2019 there was a 90th Anniversary fundraising appeal which raised £116,074 which is held in the Fabric Endowment Fund. A further £1,306 was raised in 2020.

The notes form part of these financial statements

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

16. MOVEMENT IN FUNDS - continued

Restricted Fund

	At 1 Jan 2020	Incoming Resources	Resources Expended	Gains and Losses	At 31 Dec 2020
	£	£	£	£	£
Music Fund	250,478	8,020	(19,600)	18,295	257,193
Choral Music Fund	164,948	5,273	(7,500)	12,048	174,769
	<u>415,426</u>	<u>13,293</u>	<u>(27,100)</u>	<u>30,343</u>	<u>431,962</u>

Legacies of £112,754 were received in 2009 to be used on choral music in Exeter Cathedral, £230,675 in 2012 and £10,000 in 2018 to be used for the purposes of Music in Exeter Cathedral. A Legacy of £25,000 was received in 2016 for the maintenance of the Organ, of which £9,033 was granted in the year, the fund is now exhausted.

A special appeal was made to Members of the Friends to make a contribution to running expenses of the Cathedral as there was a shortfall of income due to the Covid Pandemic. A sum of £41,283 was raised and paid over to the Dean and Chapter, it is included in the list of grants as per note 7. It is not included in the summary above.

The fund is represented by:

	2020 £	2019 £
CBF Deposit Account	536	(23,592)
NatWest Bank	(35,197)	-
CBF Church of England Investment Fund	471,592	441,249
Sundry Creditors	<u>(4,969)</u>	<u>(2,231)</u>
	<u>431,962</u>	<u>415,426</u>

Norman England Fund (Restricted)

A sum of £255,840 was received from the N W J England Trust No 1. It was the express wish of the Donor and The Trustees that the whole of the Fund be used towards the repair and maintenance of the Fabric of Exeter Cathedral and for no other purpose. Any expenditure is to be agreed on an annual basis. It is not an endowment fund.

Interest of £2,184 was received in the year and grants of £62,944 were made. The funds carried forward of £55,829 are held in term bonds in two banks pending an agreement with the Dean and Chapter as to which project will be funded by these monies.

THE FRIENDS OF EXETER CATHEDRAL

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2020

Legacies Receivable

The Charity has been notified of legacies not received by 31 December 2020 but which have been included in the Statement of Financial Activities at a figure of £39,888 as The Council have made a reasonable estimate of the sum to be received.

17. RELATED PARTY DISCLOSURES

In the year under review, the Very Revd Jonathan Greener was a member of the Chapter of Exeter Cathedral as well as being Dean of Exeter Cathedral and member of the Council of the Friends of Exeter Cathedral. Grants made to the Chapter totalled £468,718 (2019: £290,029) as detailed in Note 7. There were no other related party transactions for the year ended 31 December 2020.