

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	<table><tr><td>The Very Revd Jonathan Greener</td><td>Dean</td></tr><tr><td>Dr Rosemary Yallop</td><td>Chairman</td></tr><tr><td>The Rev Canon Ian Morter</td><td>Deputy Chairman</td></tr><tr><td>Mr Joe Roderick</td><td>Treasurer</td></tr><tr><td colspan="2"> </td></tr><tr><td>Dr Reuben Ayres</td><td></td></tr><tr><td>Mr James Frampton</td><td></td></tr><tr><td>Mr Peter Owen-Pawson</td><td></td></tr><tr><td>Mrs Fiona Thompson</td><td></td></tr><tr><td>Mrs Diane Walker</td><td></td></tr><tr><td>Mr Jonathan Walker</td><td></td></tr></table>		The Very Revd Jonathan Greener	Dean	Dr Rosemary Yallop	Chairman	The Rev Canon Ian Morter	Deputy Chairman	Mr Joe Roderick	Treasurer			Dr Reuben Ayres		Mr James Frampton		Mr Peter Owen-Pawson		Mrs Fiona Thompson		Mrs Diane Walker		Mr Jonathan Walker	
The Very Revd Jonathan Greener	Dean																							
Dr Rosemary Yallop	Chairman																							
The Rev Canon Ian Morter	Deputy Chairman																							
Mr Joe Roderick	Treasurer																							
Dr Reuben Ayres																								
Mr James Frampton																								
Mr Peter Owen-Pawson																								
Mrs Fiona Thompson																								
Mrs Diane Walker																								
Mr Jonathan Walker																								

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**

	Notes	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	6,689,857	525,121	1,959,524	9,174,502	8,659,580
		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		(35,419)	(41,790)	274,192	196,983	161,652
		(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 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><u>48,301</u></u>	<u><u>201,371</u></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><u>3,310</u></u>	<u><u>2,672</u></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><u>258,157</u></u>	<u><u>264,860</u></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
		<hr/>	<hr/>	<hr/>	<hr/>
		327,198	45,815	373,013	344,755
		<hr/>	<hr/>	<hr/>	<hr/>

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
	<hr/>	<hr/>
	2,016	1,142
	<hr/>	<hr/>
Cost of Sales		
Christmas cards	(908)	(425)
Ties	(963)	(135)
	<hr/>	<hr/>
	(1,871)	(560)
	<hr/>	<hr/>
Gross profit on trading activities	145	582
	<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

7. ANNUAL CHARITABLE GRANTS

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

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
	325,000	300,000

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	-	-		-
	<u> </u>	<u> </u>		<u> </u>
At 31 December 2023	14,712	3,514		18,226
	<u> </u>	<u> </u>		<u> </u>
 DEPRECIATION				
At 1 January 2023	294	2,926		3,220
Charge for year	294	196		490
Elimination on disposal	-	-		-
	<u> </u>	<u> </u>		<u> </u>
At 31 December 2023	588	3,122		3,710
	<u> </u>	<u> </u>		<u> </u>
 NET BOOK VALUE				
At 31 December 2023	14,124	392		14,516
	<u> </u>	<u> </u>		<u> </u>
At 31 December 2022	14,418	-		14,418
	<u> </u>	<u> </u>		<u> </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**

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>
	<hr/>	<hr/>
Cost at 31 December 2023	<u>6,206,660</u>	<u>6,326,262</u>
	<hr/>	<hr/>
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 Michelmores 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 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).