

HAWTHORNE TRUST LIMITED

England & Wales · Charity number 209230

Details

Other names	CHARTON MANOR
Status	Registered
Legal form	Charitable company
Company number	00293710
Registered	1968-10-02
Register	View on the Charity Commission register

Contact

Address	Hawthorne Trust Ltd Charton Manor Gorse Hill Farningham Dartford DA4 0JT
Phone	01322863116
Email	mail@chartonmanor.org
Website	www.chartonmanor.org

Activities

Objects: The objects for which the Company is established are to provide and maintain in England a Christian Science nursing house and Visiting Christian Science nursing service operated in accordance with the practice and principles of the body known as the Church of Christ, Scientist.

Activities: Provision of Christian Science nursing/care in residence (registered office) or in private individuals' homes. Maintaining a Christian Science Nurses Training Centre at the registered office.

Classification

- **How:** Makes Grants To Individuals, Provides Human Resources, Provides Services
- **What:** Education/training, Accommodation/housing, Religious Activities
- **Who:** Elderly/old People, People With Disabilities

Geography

- **Area of benefit:** NATIONAL
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-09-30	£285,184	£431,328	-	-
2024-09-30	£342,661	£953,576	-	-
2023-09-30	£1,130,932	£1,660,946	£7,077,774	26
2022-09-30	£1,411,977	£1,477,098	£7,583,697	26
2021-09-30	£1,669,815	£1,364,746	£8,240,401	28
2020-09-30	£1,212,604	£1,284,791	£7,173,202	29

Trustees

Name	Role	Appointed
Guy Hillier Ekins	Chair	2021-03-18
Alan Michael Holland		2021-12-19
RICHARD SOUTAR		2026-02-21

Linked charities

- VISITING CHRISTIAN SCIENCE NURSE SERVICE, LONDON FIELD (209230-1)

HAWTHORNE TRUST LIMITED

England & Wales - Charity number 209230

Accounts

REGISTERED COMPANY NUMBER: 00293710 (England and Wales)
REGISTERED CHARITY NUMBER: 209230

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2025
FOR
HAWTHORNE TRUST LIMITED**

Sargeant Partnership Limited
Chartered Accountants
and Statutory Auditors
5 White Oak Square
London Road
Swanley
Kent
BR8 7AG

HAWTHORNE TRUST LIMITED

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HAWTHORNE TRUST LIMITED (REGISTERED NUMBER: 00293710)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Our mission is to support the Christian Science Nursing ministry.

The objects for which the Company is established are to provide and maintain in England a Christian Science House being a nursing home operated in accordance with the practice and principles of the body known as the Church of Christ, Scientist and to operate a Visiting Christian Science Nurse Service (VCNS). The activity in both these areas ceased as from 10th May 2023.

The Board consider that the reinstatement of a Christian Science House is not possible due to lack of resources.

A sister trust Whitehaven Trust Limited has undertaken to operate a Christian Science Visiting Nurse Service and the Board sees an opportunity in supporting this activity in the London and South East area.

Public benefit

The Trustees have had regard to the Charity Commission's guidance on public benefit, and we have abided by the underlying premise that none shall be denied the care they need because they cannot meet the cost. This guidance will underpin the planned activity of the Hawthorne Trust as we move forward.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

With the closure of Charton Manor the Board has focused its charitable activities in assisting the activity of the provision of Christian Science Nursing care in people's homes. The following services are provided:

- Ordering of nursing supplies on behalf of Visiting Christian Science Nursing Services and individuals
- Lending nursing equipment

The Board also recognises the importance of the training and development of Christian Science nurses to meet current and future demand for Christian Science nursing services. The Board also allows Charton Manor Nurses Training Centre to be used to train Christian Science nurses.

Hawthorne Trust Limited assumed responsibility for the administration of the Brenda Woodcock Memorial Fund (BWMF) following the closure of the Beechfield Trust on 30 December 2014. The fund originates from a bequest made by Brenda Woodcock, intended to support Christian Scientists in need of residential care within the United Kingdom. The fund is maintained as a restricted fund for this purpose.

FINANCIAL REVIEW

Financial position

Total donations received were £67,043. Total investment income for the year was £148,577. Total legacies received were £58,129.

Including realised and unrealised gains on investments of £224,190, net income for the year was £78,047.

HAWTHORNE TRUST LIMITED (REGISTERED NUMBER: 00293710)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2025

FINANCIAL REVIEW

Reserves policy

From an accounting standpoint, and in the context of the Company, 'Reserves' means the total value of assets less the total value of liabilities.

Total value of assets comprises:

- 1) Tangible fixed assets (land, buildings, motor vehicles, equipment)
- 2) Investments (investments managed by Rathbone Investment Management (formerly Investec Wealth & Investment Ltd) and Atomos Investments Limited)
- 3) Debtors (mainly reimbursement for nursing supplies ordered)
- 4) Cash at Bank and in hand.

Total value of liabilities comprises amount owed to creditors (amounts owing to traders and businesses, and to HM Revenue and Customs for staff PAYE and National Insurance contributions).

Total Reserves as of September 30, 2025, were £7,037,911 (£6,959,865 in 2024); which may also be considered as funds.

The value of the tangible fixed assets has decreased to £1,536,238 (2024: £1,611,921). These consist primarily of the buildings and are considered 'fixed' in the sense that they could not be sold readily to generate cash without undermining the ongoing work of the Company. The Board obtained a professional valuation of the property in January 2024, which was valued at £2,450,000.

Investments are assets that could be easily turned into cash (also referred to as 'liquid assets'). The value of these as of September 30, 2025 was £5,248,171 and they provide a financial contribution to Hawthorne Trust's income each year. The investment income represented £148,577 meeting approximately 34% of Hawthorne Trust's expenditure. Investment income will vary with level of reserves and market conditions, but over the last 10 years has produced a valuable income in excess of £1,000,000 for the Company. It is the policy of the Company to add to or draw on these investments as operating conditions of the Hawthorne Trust demand. In 2025, total reserves increased by £78,046 (2024: decreased by £117,909).

The Balance Sheet and Notes to the Accounts give further information on creditors, debtors and cash in hand. The funds are explained in Notes 18 and 19 to these accounts. Of the total of £7,037,911, £586,231 is held in the VCSNS Fund (restricted funds for this activity). The remainder is available for the other activities of the Company, some through restricted funds.

FUTURE PLANS

The Board are currently examining alternative ways forward in line with Charity Commission and Company requirements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00293710 (England and Wales)

HAWTHORNE TRUST LIMITED (REGISTERED NUMBER: 00293710)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

Registered Charity number
209230

Registered office
Charton Manor
Gorse Hill
Farningham
Kent
DA4 0JT

Trustees
G H Ekins
A M Holland
Ms G A Smith (resigned 21/2/2026)
R J C Soutar (appointed 20/4/2026)

Mrs M Chaplin (retired 15 February 2025)

Company Secretary
R J Mendis

Auditors
Sargeant Partnership Limited
Chartered Accountants
and Statutory Auditors
5 White Oak Square
London Road
Swanley
Kent
BR8 7AG

Solicitors
Stone King
Boundary House
91 Charterhouse Street
London EC1M 6HR

Investment Managers
Rathbone Investment Management
30 Gresham Street
London EC2V 7QN

Atomos Investments Limited
16 South Park
Sevenoaks
Kent TN13 1AN

HAWTHORNE TRUST LIMITED (REGISTERED NUMBER: 00293710)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2025

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Lloyds Bank Plc
130 The Broadway
Bexleyheath
Kent DA6 7DP

Insurance Brokers

Aldium Insurance
Viscount House
High Street
Neston
Wirral CH64 9AD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Hawthorne Trust Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities 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 charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

HAWTHORNE TRUST LIMITED (REGISTERED NUMBER: 00293710)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2025**

AUDITORS

The auditors, Sargeant Partnership Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 16 May 2026 and signed on its behalf by:

A handwritten signature in dark ink, appearing to read 'G H Ekins', is written over a faint horizontal line.

G H Ekins - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF HAWTHORNE TRUST LIMITED

Opinion

We have audited the financial statements of Hawthorne Trust Limited (the 'charitable company') for the year ended 30 September 2025 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF HAWTHORNE TRUST LIMITED

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF HAWTHORNE TRUST LIMITED

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit are to identify and assess the risks of material misstatement of the financial statements due to fraud or error; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud or error; and to respond appropriately to those risks. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISA's (UK).

In identifying and assessing risks of material misstatement in respect of irregularities including, fraud and non-compliance with laws and regulations, our procedures included the following:

- We obtained an understanding of the legal and regulatory frameworks applicable to the company and the sector in which they operate. We determined that the following laws and regulations were most significant: the Companies Act 2006, the UK Corporate Governance Code and UK corporate taxation laws.
- We obtained an understanding of how the Company is complying with those legal and regulatory frameworks by making inquiries to the management and directors. We corroborated our inquiries through our review of board minutes and papers provided to the audit engagement team.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the audit engagement team included:
 - a) Identifying and assessing the design effectiveness of controls management has put in place to prevent and detect fraud;
 - b) Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
 - c) Challenging assumptions and judgements made by management in its significant accounting estimates;
 - d) Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations; and
 - e) Assessing the extent of compliance with the relevant laws and regulations.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF HAWTHORNE TRUST LIMITED

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 Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Sargeant Partnership Limited

Chartered Accountants

and Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

5 White Oak Square

London Road

Swanley

Kent

BR8 7AG

29 June 2026

HAWTHORNE TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 SEPTEMBER 2025

	Notes	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		125,152	20	125,172	186,071
Charitable activities					
Charitable Activities		11,435	-	11,435	15,368
Investment income	2	118,042	30,535	148,577	141,221
Total		<u>254,629</u>	<u>30,555</u>	<u>285,184</u>	<u>342,660</u>
EXPENDITURE ON					
Raising funds	3	23,344	7,312	30,656	30,946
Charitable activities					
Charitable Activities		142,040	1	142,041	689,945
Support Costs		258,631	-	258,631	232,685
Total		<u>424,015</u>	<u>7,313</u>	<u>431,328</u>	<u>953,576</u>
Net gains on investments		<u>176,776</u>	<u>47,414</u>	<u>224,190</u>	<u>493,007</u>
NET INCOME/(EXPENDITURE)		7,390	70,656	78,046	(117,909)
Transfers between funds	12	<u>1,800</u>	<u>(1,800)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>9,190</u>	<u>68,856</u>	<u>78,046</u>	<u>(117,909)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		6,150,069	809,796	6,959,865	7,077,774
TOTAL FUNDS CARRIED FORWARD		<u>6,159,259</u>	<u>878,652</u>	<u>7,037,911</u>	<u>6,959,865</u>

The notes form part of these financial statements

HAWTHORNE TRUST LIMITED (REGISTERED NUMBER: 00293710)**BALANCE SHEET
30 SEPTEMBER 2025**

	Notes	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS					
Tangible assets	8	1,536,238	-	1,536,238	1,611,921
Investments	9	4,392,247	855,924	5,248,171	4,623,254
		<u>5,928,485</u>	<u>855,924</u>	<u>6,784,409</u>	<u>6,235,175</u>
CURRENT ASSETS					
Debtors	10	17,134	423	17,557	40,311
Cash at bank and in hand		<u>227,106</u>	<u>26,060</u>	<u>253,166</u>	<u>713,650</u>
		<u>244,240</u>	<u>26,483</u>	<u>270,723</u>	<u>753,961</u>
CREDITORS					
Amounts falling due within one year	11	(13,466)	(3,755)	(17,221)	(29,271)
NET CURRENT ASSETS		<u>230,774</u>	<u>22,728</u>	<u>253,502</u>	<u>724,690</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,159,259	878,652	7,037,911	6,959,865
NET ASSETS		<u>6,159,259</u>	<u>878,652</u>	<u>7,037,911</u>	<u>6,959,865</u>
FUNDS	12				
Unrestricted funds				6,159,259	6,150,069
Restricted funds				<u>878,652</u>	<u>809,796</u>
TOTAL FUNDS				<u>7,037,911</u>	<u>6,959,865</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2025.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

HAWTHORNE TRUST LIMITED (REGISTERED NUMBER: 00293710)

BALANCE SHEET - continued
30 SEPTEMBER 2025

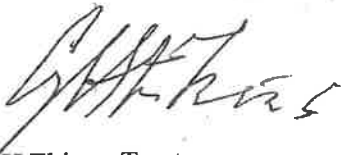
The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 16 May 2026 and were signed on its behalf by:



Q H Ekins - Trustee



A M Holland - Trustee

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. 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.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% per annum on cost
Equipment	- 10% per annum on cost
Fixtures and Fittings	- 10% per annum on cost
Motor vehicles	- 20% per annum on cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

2. INVESTMENT INCOME

	2025	2024
	£	£
Investment Income	<u>148,577</u>	<u>141,221</u>

3. RAISING FUNDS

Investment management costs

	2025	2024
	£	£
Investment Management Fees	<u>30,656</u>	<u>30,946</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Auditors' Remuneration	16,480	4,000
Depreciation - owned assets	68,378	76,448
Depreciation - restating useful life of buildings improvements	-	460,514
(Deficit)/Surplus on disposal of fixed assets	<u>73</u>	<u>(2,120)</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 September 2025 nor for the year ended 30 September 2024.

Trustees' expenses

	2025	2024
	£	£
Trustees' expenses	<u>3,830</u>	<u>2,912</u>

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

6. STAFF COSTS

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

	2025	2024
Charitable activities	<u>6</u>	<u>5</u>

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

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	186,051	20	186,071
Charitable activities			
Charitable Activities	15,368	-	15,368
Investment income	<u>116,307</u>	<u>24,914</u>	<u>141,221</u>
Total	<u>317,726</u>	<u>24,934</u>	<u>342,660</u>
EXPENDITURE ON			
Raising funds	22,454	8,492	30,946
Charitable activities			
Charitable Activities	691,506	(1,561)	689,945
Support Costs	<u>232,751</u>	<u>(66)</u>	<u>232,685</u>
Total	<u>946,711</u>	<u>6,865</u>	<u>953,576</u>
Net gains on investments	<u>423,431</u>	<u>69,576</u>	<u>493,007</u>
NET INCOME/(EXPENDITURE)	(205,554)	87,645	(117,909)
Transfers between funds	<u>10,787</u>	<u>(10,787)</u>	<u>-</u>
Net movement in funds	<u>(194,767)</u>	<u>76,858</u>	<u>(117,909)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	6,344,836	732,938	7,077,774
TOTAL FUNDS CARRIED FORWARD	<u>6,150,069</u>	<u>809,796</u>	<u>6,959,865</u>

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

8. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment £	Fixtures and Fittings £	Motor vehicles £	Totals £
COST					
At 1 October 2024	3,258,687	222,406	84,337	15,649	3,581,079
Disposals	-	(4,544)	(2,761)	-	(7,305)
At 30 September 2025	<u>3,258,687</u>	<u>217,862</u>	<u>81,576</u>	<u>15,649</u>	<u>3,573,774</u>
DEPRECIATION					
At 1 October 2024	1,743,096	155,694	67,238	3,130	1,969,158
Charge for year	57,174	12,547	2,759	3,130	75,610
Eliminated on disposal	-	(4,471)	(2,761)	-	(7,232)
At 30 September 2025	<u>1,800,270</u>	<u>163,770</u>	<u>67,236</u>	<u>6,260</u>	<u>2,037,536</u>
NET BOOK VALUE					
At 30 September 2025	<u>1,458,417</u>	<u>54,092</u>	<u>14,340</u>	<u>9,389</u>	<u>1,536,238</u>
At 30 September 2024	<u>1,515,591</u>	<u>66,712</u>	<u>17,099</u>	<u>12,519</u>	<u>1,611,921</u>

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

9. FIXED ASSET INVESTMENTS

	Cash £	Equities £	Government & Fixed Interest £	Unit Trust £
MARKET VALUE				
At 1 October 2024	82,883	1,936,334	767,448	1,719,872
Additions	1,715	63,994	417,782	572,045
Disposals	-	(295,200)	-	(345,664)
Cash Movements	26,027	-	-	-
Realised Gains/Losses on Disposal	-	17,804	-	13,016
Unrealised Gains/Losses on Disposal	-	66,409	3,147	116,689
At 30 September 2025	<u>110,625</u>	<u>1,789,341</u>	<u>1,188,377</u>	<u>2,075,958</u>
NET BOOK VALUE				
At 30 September 2025	<u>110,625</u>	<u>1,789,341</u>	<u>1,188,377</u>	<u>2,075,958</u>
At 30 September 2024	<u>82,883</u>	<u>1,936,334</u>	<u>767,448</u>	<u>1,719,872</u>

	Exchange Traded Funds £	Total £
MARKET VALUE		
At 1 October 2024	116,715	4,623,253
Additions	21,392	1,076,927
Disposals	(61,051)	(701,915)
Cash Movements	-	26,027
Realised Gains/Losses on Disposal	2,244	33,065
Unrealised Gains/Losses on Disposal	4,569	190,815
At 30 September 2025	<u>83,869</u>	<u>5,248,171</u>
NET BOOK VALUE		
At 30 September 2025	<u>83,869</u>	<u>5,248,171</u>
At 30 September 2024	<u>116,715</u>	<u>4,623,253</u>

There were no investment assets outside of the UK.

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade debtors	4	(45)
Other debtors	6,096	11,663
Prepayments and accrued income	11,457	28,693
	<u>17,557</u>	<u>40,311</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade creditors	480	364
Social security and other taxes	2,002	2,405
Other creditors	2,103	2,814
Accruals and deferred income	12,636	23,688
	<u>17,221</u>	<u>29,271</u>

12. MOVEMENT IN FUNDS

	At 1/10/24 £	Net movement in funds £	Transfers between funds £	At 30/9/25 £
Unrestricted funds				
General fund	6,150,069	7,390	1,800	6,159,259
Restricted funds				
VCSNS Fund	544,887	41,344	(1,300)	584,931
Brenda Woodcock Memorial Fund	264,251	29,312	(500)	293,063
Christian Science Nurses Fund	960	-	-	960
Charton Manor Staff Fund	(302)	-	-	(302)
	<u>809,796</u>	<u>70,656</u>	<u>(1,800)</u>	<u>878,652</u>
TOTAL FUNDS	<u>6,959,865</u>	<u>78,046</u>	<u>-</u>	<u>7,037,911</u>

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

12. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	254,629	(424,015)	176,776	7,390
Restricted funds				
VCSNS Fund	23,730	(5,092)	22,706	41,344
Brenda Woodcock Memorial Fund	6,825	(2,221)	24,708	29,312
	<u>30,555</u>	<u>(7,313)</u>	<u>47,414</u>	<u>70,656</u>
TOTAL FUNDS	<u>285,184</u>	<u>(431,328)</u>	<u>224,190</u>	<u>78,046</u>

Comparatives for movement in funds

	At 1/10/23 £	Net movement in funds £	Transfers between funds £	At 30/9/24 £
Unrestricted funds				
General fund	6,344,836	(205,554)	10,787	6,150,069
Restricted funds				
VCSNS Fund	474,446	53,300	17,141	544,887
Brenda Woodcock Memorial Fund	256,992	33,687	(26,428)	264,251
Christian Science Nurses Fund	1,500	960	(1,500)	960
Charton Manor Staff Fund	-	(302)	-	(302)
	<u>732,938</u>	<u>87,645</u>	<u>(10,787)</u>	<u>809,796</u>
TOTAL FUNDS	<u>7,077,774</u>	<u>(117,909)</u>	<u>-</u>	<u>6,959,865</u>

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

12. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	317,726	(946,711)	423,431	(205,554)
Restricted funds				
VCSNS Fund	22,887	(9,025)	39,438	53,300
Brenda Woodcock Memorial Fund	2,047	1,502	30,138	33,687
Christian Science Nurses Fund	-	960	-	960
Charton Manor Staff Fund	-	(302)	-	(302)
	<u>24,934</u>	<u>(6,865)</u>	<u>69,576</u>	<u>87,645</u>
TOTAL FUNDS	<u>342,660</u>	<u>(953,576)</u>	<u>493,007</u>	<u>(117,909)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/10/23 £	Net movement in funds £	Transfers between funds £	At 30/9/25 £
Unrestricted funds				
General fund	6,344,836	(198,164)	12,587	6,159,259
Restricted funds				
VCSNS Fund	474,446	94,644	15,841	584,931
Brenda Woodcock Memorial Fund	256,992	62,999	(26,928)	293,063
Christian Science Nurses Fund	1,500	960	(1,500)	960
Charton Manor Staff Fund	-	(302)	-	(302)
	<u>732,938</u>	<u>158,301</u>	<u>(12,587)</u>	<u>878,652</u>
TOTAL FUNDS	<u>7,077,774</u>	<u>(39,863)</u>	<u>-</u>	<u>7,037,911</u>

HAWTHORNE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2025

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	572,355	(1,370,726)	600,207	(198,164)
Restricted funds				
VCSNS Fund	46,617	(14,117)	62,144	94,644
Brenda Woodcock Memorial Fund	8,872	(719)	54,846	62,999
Christian Science Nurses Fund	-	960	-	960
Charton Manor Staff Fund	-	(302)	-	(302)
	<u>55,489</u>	<u>(14,178)</u>	<u>116,990</u>	<u>158,301</u>
TOTAL FUNDS	<u>627,844</u>	<u>(1,384,904)</u>	<u>717,197</u>	<u>(39,863)</u>

Gains and losses refers to the unrealised gains and losses on Market Value of investments held as at 30/09/2025.

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 September 2025.

HAWTHORNE TRUST LIMITED

England & Wales - Charity number 209230

Accounts

HAWTHORNE TRUST LIMITED
(A Company Limited by Guarantee)

INCORPORATING

THE VISITING CHRISTIAN SCIENCE NURSE SERVICE, LONDON FIELD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 SEPTEMBER 2024

Company Number: 293710
Charity Number: 209230

HAWTHORNE TRUST LIMITED

GENERAL INFORMATION

Charity Registration Number 209230

Company Registration Number 293710

Governing Instrument Articles of Association dated 18th November 2021, as amended.

The principal aim is to provide nursing care based on Christian Science principles.

Directors (Trustees) Mr B Blandford (retired on 17 February 2024)
Mrs M Chaplin (retired on 15 February 2025)
Mr G H Ekins
Mrs G A Smith
Mr A M Holland

CEO/Services Manager Mr Rex Mendis

Registered Office Charton Manor
Gorse Hill
Farningham
Kent DA4 0JT

Independent Auditors Kingston Burrowes Audit Ltd
308 Ewell Road
Surbiton
Surrey
KT6 7AL

Bankers Lloyds Bank Plc
130 The Broadway
Bexleyheath
Kent DA6 7DP

Investment Managers Rathbone Investment Management
30 Gresham Street
London EC2V 7QN &

Atomos Investments Limited
16 South Park Sevenoaks
Kent TN13 1AN

Solicitor Stone King
Boundary House
91 Charterhouse Street
London
EC1M 6HR

Insurance Brokers Arthur J. Gallagher Insurance Brokers Limited
Temple Circus House
Temple Way
Bristol
BS1 6HG

TRUSTEES' ANNUAL REPORT

The Directors (Trustees) known as the Board have the pleasure of presenting their annual report and audited financial statements of Hawthorne Trust Limited (HTL) known as the Company for the year ended 30th September 2024.

REFERENCE AND ADMINISTRATION DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISORS

Details of the current directors and advisors are shown under General Information.

MISSION AND OBJECTS

Our mission is to support the Christian Science Nursing ministry.

The objects for which the Company is established are to provide and maintain in England a Christian Science House being a nursing home operated in accordance with the practice and principles of the body known as the Church of Christ, Scientist and to operate a Christian Science Visiting Nurse Service. The activity in both these areas ceased as from 10th May 2023.

The Board consider that the reinstatement of a Christian Science House is not financially possible in the short term.

A sister trust Whitehaven has undertaken to operate a Christian Science Visiting Nurse Service and the Board sees an opportunity in supporting this activity in the London and South East area.

REGULATORY BASIS

The Board are currently examining alternative ways forward in line with Charity Commission and Company requirements.

ACHIEVEMENTS AND PERFORMANCE

With the closure of Charton Manor, the Board has focused its charitable activities on the support of Christian Science Nursing care in the private homes of patients. The following services are provided:

- Ordering of nursing supplies on behalf of Visiting Christian Science Nursing Services and individuals
- Lending nursing equipment

The Board also recognises the importance of the training and development of Christian Science nurses to meet current and future demand for Christian Science nursing services. Three Christian Science nurses followed up on the Company's offer to support them financially to undertake refresher training, which they completed in October/November 2023. The Board also allowed Charton Manor Nurses Training Centre to be used to train Christian Science nurses.

TRUSTEES' ANNUAL REPORT - CONTINUED

FINANCIAL REVIEW

Total donations received were £17,359. Total Investment Income for the year was £141,222. Total legacies received amounted to £168,712.

Including realised and unrealised gains on investments £493,006, net expenditure for the year was £117,909.

RESERVES AND RESERVES POLICY

From an accounting standpoint, and in the context of the Company, 'Reserves' means the total value of assets less the total value of liabilities.

Total value of assets comprises:

- 1) Tangible fixed assets (land, buildings, motor vehicles, equipment)
- 2) Investments (investments managed by Rathbone Investment Management (formerly Investec Wealth & Investment Ltd) and Atomos Investments Limited)
- 3) Debtors (mainly reimbursement for nursing supplies ordered)
- 4) Cash at Bank and in hand.

Total value of liabilities comprises amount owed to creditors (amounts owing to traders and businesses, and to HM Revenue and Customs for staff PAYE and National Insurance contributions).

Total Reserves as of September 30, 2024, were £6,959,865 (£7,077,774 in 2023); which may also be considered as funds.

The value of the tangible fixed assets has decreased to £1,611,921 (2023: £2,134,614). These consist primarily of the buildings and are considered 'fixed' in the sense that they could not be sold readily to generate cash without undermining the ongoing work of the Company. The Board obtained a professional valuation of the property in January 2024, which was valued at £2,450,000.

Investments are assets that could be easily turned into cash (also referred to as 'liquid assets'). The value of these as of September 30, 2024 was £4,623,253 and they provide a financial contribution to Hawthorne Trust's income each year. The investment income represented £141,222 meeting approximately 15% of Hawthorne Trust's expenditure. Investment income will vary with level of reserves and market conditions, but over the last 10 years has produced a valuable income in excess of £1,000,000 for the Company. It is the policy of the Company to add to or draw on these investments as operating conditions of the Hawthorne Trust demand. In 2024, total reserves decreased by £117,909 (2023: decreased by £505,924).

The Balance Sheet and Notes to the Accounts give further information on creditors, debtors and cash in hand. The funds are explained in Notes 18 and 19 to these accounts. Of the total of £6,959,865, £544,885 is held in the VCSNS Fund (restricted funds for this activity). The remainder is available for the other activities of the Company, some through restricted funds.

RISK AND UNCERTAINTIES

The Board concluded their annual Risk Assessment Review in December 2024 (updated January 2025) and drew up a revised Business Continuity Plan (BCP) to address specific steps to be taken in the event of any major interruption to the ongoing activities of the work of the Trust. The principal risks and uncertainties identified were satisfied by regular Fire Drills and other training to keep staff aware and alert to this requirement; clear policies governing safeguarding for staff; compliance with Health and Safety (H&S) needs. The Trust remains ready and alert for annual Health and Safety inspections. Part of the risk assessment each year is our insurance policy, which includes a liability section for employers and the public, as well as directors' and officers' indemnity. The Trust continues to retain consultants in Human Resources (HR) and H&S to support these areas of risk.

TRUSTEES' ANNUAL REPORT - CONTINUED

PUBLIC BENEFIT

The Trustees have had regard to the Charity Commission's guidance on public benefit, and we have abided by the underlying premise that none shall be denied the care they need because they cannot meet the cost. This guidance will underpin the planned activity of the Hawthorne Trust as we move forward.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors (who are also the Trustees of Hawthorne Trust Limited for the purposes of charity law) are responsible for preparing the Trustees' Report and endorsing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Directors of the charitable company to prepare, for each financial year, financial statements which give a true and fair view of the Company's state of affairs and of the incoming resources and application of resources, including the income and expenditure. In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial report;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

AUDITORS

Myrus Smith, Chartered Accountants were appointed as auditors and following the take-over of their business, Kingston Burrowes Audit Ltd took over the role of auditor. A resolution to appoint or reappoint auditors was put to the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By Order of the Board

Charton Manor
Gorse Hill
Farningham
Kent DA4 0JT



G H Ekins

Director

23rd June 2025

HAWTHORNE TRUST LIMITED

Opinion

We have audited the financial statements of Hawthorne Trust Limited (the 'charitable company') for the year ended 30 September 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow statement, 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 charitable company's affairs as at 30 September 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

HAWTHORNE TRUST LIMITED

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Annual Report, for the financial year for which the financial statements are prepared, is consistent with the financial statements; and
- the directors' report included within the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report (which incorporates the directors' report).

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

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

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 3, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

HAWTHORNE TRUST LIMITED

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

- Enquiry of management and those charged with governance about actual and potential litigation or claims and the identification of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including testing journal entries and other adjustments for appropriateness; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Professional scepticism in course of the audit and with audit sampling in material audit areas.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Kevin Fisher BA FCA CTA
Senior Statutory Auditor

For and on behalf of
Kingston Burrowes Audit Ltd
308 Ewell Road
Surbiton
Surrey, KT6 7AL

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE)

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

		Unrestricted Funds	Restricted Funds	Total 2024	Total 2023
	Notes	£	£	£	£
Income from:					
Donations and legacies	2	186,051	20	186,071	621,734
<i>Charitable activities:</i>					
Contributions received	3	15,368	-	15,368	375,416
Investment income	4	116,308	24,914	141,222	133,783
Total income		<u>317,727</u>	<u>24,934</u>	<u>342,661</u>	<u>1,130,933</u>
Expenditure on:					
<i>Cost of raising funds:</i>					
Investment management fees	5	22,454	8,493	30,947	32,067
<i>Expenditure on charitable activities:</i>					
Provision of care services	6	924,256	(1,627)	922,629	1,628,881
Total expenditure		<u>946,710</u>	<u>6,866</u>	<u>953,576</u>	<u>1,660,948</u>
Net income/(expenditure) before investment gains		(628,983)	18,068	(610,915)	(530,015)
Net gains on investments	15	423,430	69,576	493,006	24,091
Net income/(expenditure)	10	<u>(205,553)</u>	<u>87,644</u>	<u>(117,909)</u>	<u>(505,924)</u>
Transfers between funds	18	10,788	(10,788)	-	-
Net Movement in Funds		<u>(194,765)</u>	<u>76,856</u>	<u>(117,909)</u>	<u>(505,924)</u>
Reconciliation of funds:					
Fund balances at the start of the reporting period	18	6,344,836	732,938	7,077,774	7,583,698
Fund balances at the end of the reporting period	18	<u>6,150,071</u>	<u>809,794</u>	<u>6,959,865</u>	<u>7,077,774</u>

The Charitable Company had no recognised gains or losses other than those disclosed in the Statement of Financial Activities above. All activities are continuing.

The unrestricted funds are general funds of the trust and the restricted funds are made up of: The Benevolent Fund, The Brenda Woodcock Memorial Fund, The Visiting Christian Science Nurse Service Fund, The Christian Science Nurses Fund and The Charton Manor Staff Fund.

The notes form part of these Financial Statements

BALANCE SHEET

Company Number: 293710

AS AT 30TH SEPTEMBER 2024

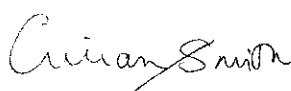
		2024		2023	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	14		1,611,921		2,134,614
Investments	15		<u>4,623,253</u>		<u>4,188,495</u>
			6,235,174		6,323,109
CURRENT ASSETS					
Debtors	16	40,312		108,551	
Cash at bank and in hand		<u>713,349</u>		<u>719,504</u>	
		753,661		828,055	
CREDITORS: amounts falling due within one year	17	<u>28,970</u>		<u>73,390</u>	
NET CURRENT ASSETS			<u>724,691</u>		<u>754,665</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	19		<u><u>6,959,865</u></u>		<u><u>7,077,774</u></u>
THE FUNDS OF THE CHARITY					
Unrestricted					
General Funds	18		6,150,071		6,344,836
Restricted					
Hawthorne Trust [Charton Manor] Benevolent Fund	18		-		-
Brenda Woodcock Memorial Fund	18		264,251		256,992
Visiting Christian Science Nurse Service Fund	18		544,885		474,446
Christian Science Nurses Fund	18		960		1,500
Charton Manor Staff Fund	18		(302)		-
TOTAL CHARITY FUNDS			<u><u>6,959,865</u></u>		<u><u>7,077,774</u></u>

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved and authorised for issue by the Board of Directors (Trustees) on 23rd June 2025 and signed on its behalf by:



Director (Trustee)
G H Ekins



Director (Trustee)
G A Smith

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

	2024		2023	
	£	£	£	£
Cash flows from operating activities:				
Net movement in funds for the year		(117,909)		(505,924)
Depreciation charges		536,962		79,069
Investment income		(141,222)		(133,783)
Gain on the disposal of fixed assets		(2,120)		-
Gains on investments		(493,006)		(24,091)
Decrease/(increase) in debtors		68,239		(44,967)
(Decrease)/increase in creditors		(44,420)		8,577
Net cash used in operating activities		(193,476)		(621,119)
Cash flows from investing activities:				
Investment income		141,222		133,783
Purchase of tangible fixed assets	(15,649)		(57,702)	
Purchase of fixed asset investments	(368,508)		(1,053,388)	
Proceeds from the sale of tangible fixed assets	3,500		-	
Proceeds from the sale of fixed asset investments	437,882		1,802,198	
Cash (added to)/deducted from investment cash	(11,126)		43,314	
		46,099		734,422
Net cash provided by investing activities		187,321		868,205
(Decrease)/increase in cash and cash equivalents in the year		(6,155)		247,086
Cash and cash equivalents at the beginning of the year		719,504		472,418
Total cash and cash equivalents at the end of the year		713,349		719,504

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards issued by UK accountancy bodies. The particular accounting policies adopted are described below.

(a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP 2019 (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

Hawthorne Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value, as modified for the revaluation of investments.

Further to a Uniting Direction issued by the Charity Commission, the financial statements aggregate the results and net assets of the Visiting Christian Science Nurse Service, London Field, Charity Registration number 209230-1.

Significant estimates and judgements include the assessment of the useful lives and residual values of Freehold land and buildings and other fixed assets and the assessment of appropriate rates of depreciation.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The company number and registered office of the company is given in the general information.

(b) Charitable company status

The charity is also a private company limited by guarantee and is registered in England and Wales. In the event of the charity being wound up, each member is liable to contribute an amount not exceeding £1.

(c) Preparation of the accounts on the going concern basis

The charity has total funds carried forward of £6,959,865. The trustees are of the view that this is more than sufficient to secure the long term future of the charity and that on this basis the charity is a going concern.

(d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

All contributions arise in respect of the charity's continuing activities.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material. Receipts of property, investments or other gifts in kind are included at market value.

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

1. ACCOUNTING POLICIES (cont'd)

(e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity.

(f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific future purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work.

(g) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprises the costs of managing the investment funds.
- Expenditure on charitable activities includes the costs of providing nursing care, repairs to the care home and other activities undertaken to further the purposes of the charity and their associated support costs.

(h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include admin, finance, personnel, and governance costs which support the Trust's primary activity of providing a nursing facility. Support costs consist of those costs not directly attributable to the activities of the charity but which are necessary to support them.

(i) Tangible fixed assets

Assets with a useful life exceeding one year, costing in excess of £500 are capitalised at cost.

Depreciation is calculated to write off the cost of all tangible fixed assets, other than freehold land, which is not depreciated, in equal annual instalments over their estimated useful lives at the following rates:

	%
Buildings	2
Boilers/plant	5
Furniture, fixtures and fittings	10
Equipment	10
Computer equipment	20
Motor vehicles	20

(j) Operating leases

Operating lease rentals are recognised in the Statement of Financial Activities on a straight line basis over the period of the lease.

(k) Financial instruments

There are no complex instruments and all items are initially valued at cost/transaction value with investments being restated at fair value. Gains and losses on the restatement or disposal of investments are shown in the Statement of Financial Activities.

(l) Pensions

The Charity makes pension contributions into the Hawthorne Trust Group Personal Pension Plan (GPPP), which is a defined contribution pension scheme. The GPPP is with AEGON and managed by Buckland Harvester of 5 The Parsonage, Manchester M3 2HS. The Charity has no liability other than to make the defined contributions as they fall due.

Total contributions for the year are disclosed as other pension costs in Note 7.

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

2. DONATIONS AND LEGACIES

	2024 £	2023 £
Donations	17,359	89,122
Legacies	168,712	532,612
	<u>186,071</u>	<u>621,734</u>

Of the £621,734 recognised in 2023, £604,714 was unrestricted fund income and £17,020 was restricted fund income.

3. INCOME FROM CHARITABLE ACTIVITIES

	2024 £	2023 £
Contributions due from guests	13,352	340,175
Amounts due from staff/students	-	31,219
Phone recoveries	-	735
Other recoveries	2,016	3,287
	<u>15,368</u>	<u>375,416</u>

Of the £375,416 recognised in 2023, £328,432 was unrestricted fund income and £46,984 was restricted fund income.

4. INVESTMENT INCOME

	2024 £	2023 £
From listed securities	119,650	132,219
Bank interest	21,572	1,564
	<u>141,222</u>	<u>133,783</u>

Of the £133,783 recognised in 2023, £110,596 was unrestricted fund income and £23,187 was restricted fund income.

5. COST OF RAISING FUNDS

	Direct Costs	Support Costs	Total 2024	Total 2023
Investment management fees	<u>£30,947</u>	<u>£Nil</u>	<u>£30,947</u>	<u>£32,067</u>

Of the £32,067 expenditure recognised in 2023, £26,078 was charged to unrestricted fund and £5,989 was charged to restricted fund.

6. COST OF CHARITABLE ACTIVITIES

	Direct Costs	Support Costs	Total 2024	Total 2023
Provision of nursing care	<u>£848,876</u>	<u>£73,753</u>	<u>£922,629</u>	<u>£1,628,881</u>

Of the £1,628,881 expenditure recognised in 2023, £1,408,654 was charged to unrestricted funds and £220,227 was charged to restricted funds.

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

7. ANALYSIS OF DIRECT COSTS	Raising funds £	Charitable activities £	Total 2024 £	Total 2023 £
Salaries and wages	-	131,167	131,167	775,581
Social Security costs	-	12,883	12,883	66,566
Other pension costs	-	14,882	14,882	58,294
	-	158,932	158,932	900,441
Investment Managers fees	30,947	-	30,947	32,067
Food supplies	-	3,194	3,194	33,201
Nursing Supplies	-	14,059	14,059	15,672
Contributions to nursing fees	-	-	-	113,448
Laundry	-	-	-	1,458
House sundries	-	6,357	6,357	31,285
Repairs, maintenance and leasing	-	30,358	30,358	44,591
Recruitment advertising	-	-	-	570
Travel expenses and allowances	-	1,128	1,128	16,339
Other professional fees	-	18,033	18,033	32,134
Trust sundries	-	11,020	11,020	16,005
Compensation payouts	-	-	-	40,000
Depreciation	-	76,448	76,448	77,235
Depreciation - re-estimate of useful life of buildings	-	460,514	460,514	-
Provision for doubtful debt	-	70,953	70,953	-
Gain on disposal	-	(2,120)	(2,120)	-
	<u>30,947</u>	<u>848,876</u>	<u>879,823</u>	<u>1,354,446</u>

Of the £1,354,446 recognised in 2023, £1,322,379 was charged to charitable activities and Other Expenditure of £32,067 was charged to raising funds.

8. ANALYSIS OF SUPPORT COSTS	Raising funds £	Charitable activities £	Total 2024 £	Total 2023 £
Salaries and wages	-	-	-	175,222
Social Security costs	-	-	-	17,032
Other pension costs	-	-	-	16,123
	-	-	-	208,377
Depreciation	-	-	-	1,834
Governance (Note 9)	-	6,912	6,912	7,233
Electricity and gas	-	19,478	19,478	32,193
Rates and insurance	-	44,995	44,995	49,903
Telephone	-	2,218	2,218	3,808
Printing, postage and stationery	-	150	150	3,154
	<u>-</u>	<u>73,753</u>	<u>73,753</u>	<u>306,502</u>

All of the £306,502 recognised in 2023 was charged to charitable activities.

9. GOVERNANCE COSTS	2024 £	2023 £
Auditors remuneration	4,000	3,960
Directors' expenses (Note 11)	2,912	3,273
	<u>6,912</u>	<u>7,233</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

10. NET INCOME/(EXPENDITURE)	2024 £	2023 £
This is stated after charging:		
Depreciation	76,448	79,069
Depreciation - restating of useful life of buildings improvements	460,514	-
Auditors remuneration - audit services	<u>4,000</u>	<u>3,960</u>

11. TRUSTEES' REMUNERATION AND EXPENSES

The trustees did not receive any remuneration in the current or prior year. Expenses amounting to £2,912 (2023: £3,273) were reimbursed to 4 (2023: 4) Trustees in the year for travel.

12. STAFF COSTS	2024 £	2023 £
Staff costs during the year were as follows:		
Wages and salaries	131,167	950,803
Social security costs	12,883	83,598
Pension costs	<u>14,882</u>	<u>74,417</u>
	<u>158,932</u>	<u>1,108,818</u>

(a) The average number of persons employed by the company during the period was 5; 5 full time and 0 part time (2023: 26; 10 full time and 16 part time).

(b) There was no temporary staff during the period. (2023: £10,464)

(c) Higher paid staff. The number of staff whose total employee benefits (excluding employer's pension costs) exceeded £60,000 was as follows:

	2024	2023
£60,000 - £69,999	1	-
£80,000 - £89,999	-	2

(d) The key management personnel of the charity comprise the board, and Services Manager. The total employee benefits of the key management personnel of the trust were £67,098 (2023: £277,648).

Under FRS 102, employee benefits include gross salary, benefits in kind, employer's national insurance and employer's pension costs.

13. TAXATION

As the Company has charitable status it is exempt from Corporation Tax on its charitable activities and capital gains, provided that its expenditure is for charitable purposes.

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

14. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Motor vehicles furniture and equipment £	Total £
COST			
At 1st October 2023	3,258,686	421,413	3,680,099
Additions	-	15,649	15,649
Disposals	-	(114,669)	(114,669)
At 30th September 2024	<u>3,258,686</u>	<u>322,393</u>	<u>3,581,079</u>
DEPRECIATION			
At 1st October 2023	1,225,409	320,076	1,545,485
Disposals	-	(113,289)	(113,289)
Charge for the year	57,173	19,275	76,448
Restating of useful life of buildings improvements	460,514	-	460,514
At 30th September 2024	<u>1,743,096</u>	<u>226,062</u>	<u>1,969,158</u>
NET BOOK VALUE			
At 30th September 2024	<u>1,515,590</u>	<u>96,331</u>	<u>1,611,921</u>
At 30th September 2023	<u>2,033,277</u>	<u>101,337</u>	<u>2,134,614</u>

15. FIXED ASSET INVESTMENTS

	Total £	Cash £	Government and Fixed Interest Securities £	Equities £	Unit Trusts £
Market value at 1 October 2023	4,188,495	71,760	827,625	3,182,647	106,463
Additions in the year	397,145	28,637	249,024	119,484	-
Disposal proceeds	(455,393)	(17,511)	(178,315)	(259,567)	-
Net investment gains/(losses)					
- Realised gains/(losses) on disposals	19,264	-	357	18,907	-
- Unrealised gains/(losses)	473,742	-	57,864	406,033	9,845
Market value at 30 September 2024	<u>4,623,253</u>	<u>82,886</u>	<u>956,555</u>	<u>3,467,504</u>	<u>116,308</u>
Cost at 30 September 2024	<u>3,896,674</u>	<u>82,884</u>	<u>947,729</u>	<u>2,744,860</u>	<u>121,201</u>
Cost at 30 September 2023	<u>3,957,412</u>	<u>71,759</u>	<u>802,060</u>	<u>2,963,339</u>	<u>120,254</u>

Government and Fixed Interest Securities, Equities and Unit Trusts Investments are quoted on a UK recognised stock exchange.

Of the £24,091 net realised and unrealised gains on investments recognised in 2023, £3,969 related to unrestricted funds and £20,122 related to restricted funds.

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

16. DEBTORS							2024 £	2023 £
Trade debtors							(45)	77,171
Other debtors							11,663	8,987
Prepayments and accrued income							28,694	22,393
							<u>40,312</u>	<u>108,551</u>
17. CREDITORS: Amounts falling due within one year							2024 £	2023 £
Taxes and social security							2,405	27,550
Other creditors							2,513	11,655
Trade creditors and accruals							24,052	34,185
							<u>28,970</u>	<u>73,390</u>
18. RESERVES								
	Brought forward £	Income £	Expenditure £	Gains on Investments £	Transfers £	Carried forward £		
<u>2024</u>								
Unrestricted General Fund	<u>6,344,836</u>	<u>317,727</u>	<u>(946,710)</u>	<u>423,430</u>	<u>10,788</u>	<u>6,150,071</u>		
Restricted Funds:								
Brenda Woodcock Memorial Fund	256,992	2,046	1,501	30,138	(26,426)	264,251		
Charton Manor Benevolent Fund	-	-	-	-	-	-		
VCSNS Fund	474,446	22,888	(9,025)	39,438	17,138	544,885		
Christian Science Nurses Fund	1,500	-	960	-	(1,500)	960		
Charton Manor Staff Fund	-	-	(302)	-	-	(302)		
	<u>732,938</u>	<u>24,934</u>	<u>(6,866)</u>	<u>69,576</u>	<u>(10,788)</u>	<u>809,794</u>		
	<u>7,077,774</u>	<u>342,661</u>	<u>(953,576)</u>	<u>493,006</u>	<u>-</u>	<u>6,959,865</u>		

The Brenda Woodcock Memorial Fund is a restricted fund for the benefit of assisted living guests at Charton Manor.

The Charton Manor Benevolent Fund has been established as a restricted fund to provide contributions towards guests' costs in the case of need.

The VCSNS Fund provides benefit to those Christian Scientists usually living within 50 miles of central London who are in need of nursing in their own homes.

The Christian Science Nurses Fund has been established with a view to providing occasional grants or gifts to Christian Science Nurses.

The Charton Manor Staff Fund has been established with a view to providing occasional grants or gifts to staff.

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

18. RESERVES (cont'd)

Comparative information for the movement in reserves in the previous year is as follows:

	Brought forward £	Income £	Expenditure £	Gains on Investments £	Transfers £	Carried forward £
2023						
Unrestricted General Fund	6,802,844	1,043,742	(1,434,732)	3,969	(70,987)	6,344,836
Restricted Funds:						
Brenda Woodcock Memorial Fund	247,975	2,599	(1,554)	7,972	-	256,992
Charton Manor Benevolent Fund	3,898	-	(74,885)	-	70,987	-
VCSNS Fund	527,481	84,592	(149,777)	12,150	-	474,446
Christian Science Nurses Fund	1,500	-	-	-	-	1,500
	<u>780,854</u>	<u>87,191</u>	<u>(226,216)</u>	<u>20,122</u>	<u>70,987</u>	<u>732,938</u>
	<u>7,583,698</u>	<u>1,130,933</u>	<u>(1,660,948)</u>	<u>24,091</u>	<u>-</u>	<u>7,077,774</u>

19. NET ASSETS BY FUND

	Total £	General £	Brenda Woodcock Memorial Fund £	VCSNS Fund £	Christian Science Nurses Fund £	Charton Manor Staff Fund £
2024						
Tangible fixed assets	1,611,921	1,611,921	-	-	-	-
Investments	4,623,253	3,837,824	240,220	545,209	-	-
Net current assets	724,691	700,326	24,031	(324)	960	(302)
As at 30th September 2024	<u>6,959,865</u>	<u>6,150,071</u>	<u>264,251</u>	<u>544,885</u>	<u>960</u>	<u>(302)</u>

Comparative information for the analysis of net assets by fund in the previous year is as follows:

	Total £	General £	Brenda Woodcock Memorial Fund £	VCSNS Fund £	Christian Science Nurses Fund £
2023					
Tangible fixed assets	2,134,614	2,134,614	-	-	-
Investments	4,188,495	3,434,117	206,127	548,251	-
Net current assets	754,665	776,105	50,865	(73,805)	1,500
As at 30th September 2023	<u>7,077,774</u>	<u>6,344,836</u>	<u>256,992</u>	<u>474,446</u>	<u>1,500</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2024

20. COMPANY STATUS AND MEMBERSHIP

The Company is a private company limited by guarantee and without a share capital registered in England and Wales. The liability of the members is limited and every member of the Company undertakes to contribute up to £1 to the assets of the Company in the event of its being wound up. At 30th September 2024 there were 11 members.

The registered office of the company is at Hawthorne Trust Ltd, Charton Manor, Gorse Hill, Farningham, Kent, DA4 0JT.

21. RELATED PARTIES

Other than the transactions with trustees/directors disclosed in note 11, there were no other transactions with related parties which require disclosure.

22. CONTRACTUAL COMMITMENTS

There were no contractual commitments as at the year end (2023: None).

HAWTHORNE TRUST LIMITED
OPERATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2024

	Year ended 30 September 2024	Year ended 30 September 2023
INCOME		
Due from guests for nursing services (excl. phones)	13,352	340,175
Due from staff and students (excl. phones)	-	31,219
Phone recoveries	-	735
Other recoveries	2,016	3,287
Total contributions received from continuing operations	15,368	375,416
Donations and gifts - unrestricted	17,359	89,122
Legacies	168,712	532,612
Investment income	141,222	133,783
Total income	342,661	1,130,933
EXPENDITURE		
<u>Cost of raising funds</u>		
Investment Managers fees	30,947	32,067
<u>Charitable activities</u>		
Contributions towards patients fees by HTL/VSCNS Benevolent Fund	-	113,448
Salaries, social security costs and pension costs	158,932	900,441
Food supplies	3,194	33,201
Nursing Supplies	14,059	15,672
Laundry	-	1,458
House sundries	6,357	31,285
Repairs, maintenance and leasing	30,358	44,591
Recruitment advertising	-	570
Travel expenses and allowances	1,128	16,339
Other professional fees	18,033	32,134
Trust sundries	11,020	16,005
Provision for doubtful debt	70,953	-
Compensation payouts	-	40,000
Depreciation	76,448	77,235
Depreciation - restating of useful life of buildings improvements	460,514	-
Gain on disposal, net	(2,120)	-
Total costs in furtherance of the charity's objects	848,876	1,322,379
<u>Support costs</u>		
Salaries, social security costs and pension costs	-	208,377
Depreciation	-	1,834
<u>Other support costs:</u>		
Electricity and gas	19,478	32,193
Rates and insurance	44,995	49,903
Telephone	2,218	3,808
Printing, postage and stationery	150	3,154
Total support costs	66,841	299,269
<u>Governance costs</u>		
Professional fees (auditor's remuneration)	4,000	3,960
Directors expenses	2,912	3,273
Total management and administrative expenditure	6,912	7,233
Total expenditure	953,576	1,660,948
NET EXPENDITURE	(610,915)	(530,015)
<u>Gains on investments</u>		
Realised gains on disposal of investments	19,264	51,681
Unrealised (losses)/gains on investments	473,742	(27,590)
NET MOVEMENT IN FUNDS	(£117,909)	(£505,924)

This page does not form part of the audited financial statements but is based upon the accounting records of the company which have been subject to audit.

HAWTHORNE TRUST LIMITED

England & Wales - Charity number 209230

Accounts

HAWTHORNE TRUST LIMITED
(A Company Limited by Guarantee)

INCORPORATING

THE VISITING CHRISTIAN SCIENCE NURSE SERVICE, LONDON FIELD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 SEPTEMBER 2023

Company Number: 293710
Charity Number: 209230

HAWTHORNE TRUST LIMITED

GENERAL INFORMATION

Charity Registration Number 209230

Company Registration Number 293710

Governing Instrument Articles of Association dated 18th November 2021, as amended.

The principal aim is to provide nursing care based on Christian Science principles.

Directors (Trustees)
Mr B Blandford
Mrs M Chaplin
Mr G H Ekins
Mrs G A Smith
Mr A M Holland

CEO/Administrator Mrs E P Lawal - To 29 August 2023

Registered Office
Charton Manor
Gorse Hill
Farningham
Kent DA4 0JT

Independent Auditors
Myrus Smith
Chartered Accountants
Statutory Auditors
Norman House, 8 Burnell Road, Sutton
London SM1 4BW

Bankers
Lloyds Bank Plc
130 The Broadway
Bexleyheath
Kent DA6 7DP

Investment Managers
Investec Wealth & Investment Ltd
30 Gresham Street
London EC2V 7QN &
Atomos Investments Limited
16 South Park Sevenoaks
Kent TN13 1AN

Solicitor
Stone King
Boundary House
91 Charterhouse Street
London
EC1M 6HR

Insurance Brokers
Arthur J. Gallagher Insurance Brokers Limited
Temple Circus House
Temple Way
Bristol
BS1 6HG

TRUSTEES' ANNUAL REPORT

The Board of Directors (Trustees) of Hawthorne Trust Limited (HTL) have the pleasure of presenting their annual report and audited financial statements for the year ended 30th September 2023.

REFERENCE AND ADMINISTRATION DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISORS

Details of the current directors and advisors are shown under General Information.

MISSION AND OBJECTS

Our mission is: "Loving to heal the Christ way."

The objects for which the Company is established are to provide and maintain in England a Christian Science House being a nursing home operated in accordance with the practice and principles of the body known as the Church of Christ, Scientist and to operate a Visiting Christian Science Nurse Service

Up to the 10th of May 2023 the principal activity of the Company continued to be the operation of the Christian Science nursing care home known as Charton Manor registered with the CQC as a 'care home not providing medicines or medical treatment'. We also operated the Visiting Christian Science Nurse Service, London Field (VCSNS) which was registered with the CQC as a Domiciliary Care Agency.

The VCSNS was very busy with Christian Science nursing care cases following the trend of individuals preferring to remain in their own homes whilst being cared for by a Christian Science nurse. Expressions of gratitude from those who had received either of our Christian Science nursing services showed their value. In addition, our Activities Co-ordinator organised in-house church services and other activities for a very small number of residents. We are grateful for the volunteers who helped to make this happen

As from 10th of May 2023, the operation of Christian Science nursing care at Charton Manor and its Christian Science Visiting Nurse Service ceased. Despite the dedicated efforts made by everyone to improve the service provided to our Christian Science Field, insufficient progress had been made and we were not ready to regain accreditation.

Arrangements were made for our remaining three residents to be moved to other care facilities, and, following a review of the financial implications of operating without any regular income, the Board took the decision to close both its Christian Science nursing services. Our staff were told on 4th May that Charton Manor would cease operations as soon as our residents had moved to other facilities.

The Hawthorne Trust is therefore in a transitional phase as it considers the options available for fulfilling the above mission statement. However, the Trust's support, both prayerful and financial, for the ministry of Christian Science Nursing remains undiminished as we plan our forward steps.

Since closing and the sad redundancies that this caused, the Board has focussed on preparing Charton Manor to be shut down securely. A number of the Christian Science nursing staff were in need of refresher training to continue their ministry as Journal Listed Christian Science Nurses and the Hawthorne Trust was happy to support their training financially. This resulted in three of the staff taking up this option. Two of these staff members completed their training and the third decided to return to her home country to re-join her family.

FUTURE STEPS

Following interviews, five staff were retained to maintain the house and grounds and service all office needs at Charton Manor pending a decision on the next steps of the Hawthorne Trust. These steps will be prayer-led and it is our desire to engage the Christian Science community in our South East region to work and pray with us to ascertain the current needs of those wishing to avail themselves of the healing system of Christian Science, and how Hawthorne Trust Limited can best help meet those needs.

In the short term the Board aims to continue to protect its assets and where possible encourage and support the training of Christian Science nurses to be available in the United Kingdom

Following the redundancy process, which was carried out under the guidance of an HR expert from Croner's Face2Face service, two ex-members of staff have raised Employment Claims against HTL and intend to take the Trust to an Employment Tribunal. The Trust has strongly refuted the claims. Given the backlog currently being experienced by the London Tribunals Office it is unlikely that these cases will be heard until late 2024 or even 2025.

TRUSTEES' ANNUAL REPORT - CONTINUED

PUBLIC BENEFIT

The Trustees have had regard to the Charity Commission's guidance on public benefit, and we have abided by the underlying premise that none shall be denied the care they need because they cannot meet the cost. This guidance will underpin the planned activity of the Hawthorne Trust as we move forward

Until 10th May 2023, the Hawthorne Trust Benevolent Fund continued to support the care given to patients who were unable to meet the costs out of their own resources. After that date, however, with no patients or assisted living residents at its Charlton Manor, the public benefit consisted of the training of Christian Science nurses; the provision of nursing supplies to Visiting Christian Science nurses in London and the Southeast; and the loan and transporting of nursing equipment to individuals where there was a need. Our intention is to keep these channels of help open to the Christian Science community, so long as we are able, as and when requests for assistance are made.

FINANCIAL REVIEW

A low level of occupancy continued till the closure with an average 17% CS nursing care and 19% Assisted Living (AL) Patients. We cared for 4 AL patients till March 2023 then 3 AL patients until up to 10th May 2023, two of them were needing CS nursing care.

We are very grateful for donations received from individuals, Christian Science organisations and Christian Science churches. Total donations received were £89,122. Our total Investment Income for the year was £133,783. Total legacies received £532,612.

The Hawthorne Trust Benevolent Fund granted £74,885 financial assistance to its patients. Similarly, £38,563 benevolence was given by VCSNS funds as we have received no Aid Fund support since May 2021 due to loss of our accreditation.

Number of Company Members as of 30/09/23 was 12.

Total amount of redundancy expenditure was £252,260.

RESERVES POLICY

From an accounting standpoint, and in the context of the Company, 'Reserves' means the total value of assets less the total value of liabilities.

Total value of assets comprises:

- 1) Tangible fixed assets (land, buildings, motor vehicles, equipment).
- 2) Investments - investments managed by Investec Wealth & Investment Ltd and Atomos Investments Limited.
- 3) Debtors (mainly amounts owing by patients, and some other receivables).
- 4) Cash at Bank and in hand.

Total value of liabilities comprises:

Creditors (amounts owing to trade creditors, and to HM Revenue and Customs for staff PAYE and National Insurance contributions).

Total Reserves as of September 30, 2023, were £7,077,774 (£7,583,697 in 2022); these may also be considered as funds.

Looking at the separate categories, the value of the tangible fixed assets has decreased to £2,134,614 (2022: £2,155,980). These, primarily the buildings, are considered 'fixed' in the sense that they could not be sold readily to generate cash. With the closure of Charlton Manor, a realisation of these assets is a possibility.

TRUSTEES' ANNUAL REPORT - CONTINUED

RISK AND UNCERTAINTIES

The Board meets annually with, and monitors and communicates with, our investment managers to discuss the performance of our investments which are important to the Trust. As part of this, benchmarks may be reset and the nature of ethical investments is also reviewed. Part of the risk assessment each year is our insurance policy which includes a liability section for Employers and Public as well as Directors and Officer indemnity. We now have additional Property Owner's liability cover as we maintain our building and the land since the closure of Charlton Manor care home.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors (who are also the Trustees of Hawthorne Trust Limited for the purposes of charity law) are responsible for preparing the Trustees' Report and endorsing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

Company law requires the Directors of the charitable company to prepare, for each financial year, financial statements which give a true and fair view of the Company's state of affairs and of the incoming resources and application of resources, including the income and expenditure. In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP 2019 (FRS 102);
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial report;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

In so far as the Directors are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

AUDITORS

Myrus Smith, Chartered Accountants were appointed as auditors and a resolution to reappoint them will be put to the Annual General Meeting. This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By Order of the Board



Margaret Chaplin
Director



Guy Ekins
Director

Charlton Manor
Gorse Hill
Farningham
Kent DA4 0JT

17 February 2024

Opinion

We have audited the financial statements of Hawthorne Trust Limited for the year ended 30 September 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow statement, 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 parent charitable company's affairs as at 30 September 2023 and of the charitable company's net movement in funds, including the income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

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

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

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Annual Report, for the financial year for which the financial statements are prepared, is consistent with the financial statements; and
- the directors' report included within the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

HAWTHORNE TRUST LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report (which incorporates the directors' report).

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

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

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 3, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance about actual and potential litigation or claims and the identification of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including testing journal entries and other adjustments for appropriateness; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

HAWTHORNE TRUST LIMITED

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

- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Professional scepticism in course of the audit and with audit sampling in material audit areas.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Stephen Jones FCA
Senior Statutory Auditor

For and on behalf of
Myrus Smith
Chartered Accountants and Statutory Auditors
Norman House, 8 Burnell Road
Sutton, Surrey
SM1 4BW

17 February 2024

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE)

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
Income from:					
Donations and legacies	2	604,714	17,020	621,735	649,622
<i>Charitable activities:</i>					
Contributions received	3	328,432	46,984	375,415	636,198
Investment income	4	110,596	23,187	133,783	126,157
Total Income		<u>1,043,742</u>	<u>87,192</u>	<u>1,130,932</u>	<u>1,411,978</u>
Expenditure on:					
<i>Cost of raising funds:</i>					
Investment management fees	5	26,079	5,988	32,067	33,713
<i>Expenditure on charitable activities:</i>					
Provision of care services	6	1,408,653	220,227	1,628,880	1,443,385
Total expenditure		<u>1,434,731</u>	<u>226,215</u>	<u>1,660,946</u>	<u>1,477,098</u>
Net income/(expenditure) before investment gains		(390,990)	(139,024)	(530,014)	(65,121)
Net gains/(losses) on investments	15	3,969	20,122	24,091	(591,583)
Net Income/(expenditure)	10	<u>(387,021)</u>	<u>(118,901)</u>	<u>(505,923)</u>	<u>(656,704)</u>
Transfers between funds	18	(70,987)	70,987	-	-
Net Movement in Funds		<u>(458,008)</u>	<u>(47,914)</u>	<u>(505,923)</u>	<u>(656,704)</u>
Reconciliation of funds:					
Fund balances at the start of the reporting period	18	6,802,844	780,853	7,583,697	8,240,401
Fund balances at the end of the reporting period	18	<u>6,344,836</u>	<u>732,939</u>	<u>7,077,774</u>	<u>7,583,697</u>

The Charitable Company had no recognised gains or losses other than those disclosed in the Statement of Financial Activities above. All activities are continuing.

The unrestricted funds are general funds of the trust and the restricted funds are made up of: The Benevolent Fund, The Brenda Woodcock Memorial Fund, The Visiting Christian Science Nurse Service Fund and The Gifts to Christian Science Nurses Fund.

The notes form part of these Financial Statements

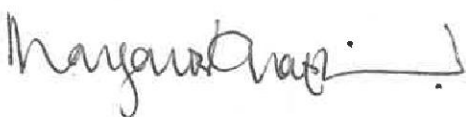
AS AT 30TH SEPTEMBER 2023

		2023		2022	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	14		2,134,614		2,155,980
Investments	15		<u>4,188,495</u>		<u>4,956,529</u>
			6,323,109		7,112,509
CURRENT ASSETS					
Debtors	16	108,551		63,584	
Cash at bank and in hand		<u>719,504</u>		<u>472,417</u>	
		828,055		536,001	
CREDITORS: amounts falling due within one year	17	<u>73,390</u>		<u>64,813</u>	
NET CURRENT ASSETS			<u>754,665</u>		<u>471,188</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	19		<u>7,077,774</u>		<u>7,583,697</u>
THE FUNDS OF THE CHARITY					
Unrestricted					
General Funds	18		6,344,836		6,802,844
Restricted					
Hawthorne Trust [Charton Manor] Benevolent Fund	18		-		3,898
Brenda Woodcock Memorial Fund	18		256,992		247,975
Visiting Christian Science Nurse Service	18		474,446		527,480
Gifts to Christian Science Nurses Fund	18		1,500		1,500
TOTAL CHARITY FUNDS			<u>7,077,774</u>		<u>7,583,697</u>

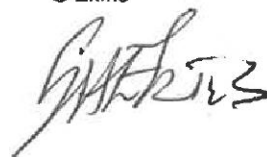
The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved and authorised for issue by the Board of Directors (Trustees) on 17 February 2024 and signed on its behalf by:

Director (Trustee)
M Chaplin



Director (Trustee)
G Ekins



The notes form part of these Financial Statements

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

	2023		2022	
	£	£	£	£
Cash flows from operating activities:				
Net movement in funds for the year		(505,923)		(656,704)
Depreciation charges		79,068		76,747
Investment income		(133,783)		(126,157)
Loss on the disposal of fixed assets		-		-
Losses/(Gains) on investments		(24,091)		591,583
(Increase)/decrease in debtors		(44,967)		(3,834)
Increase/(decrease) in creditors		8,577		2,612
Net cash used in operating activities		(621,119)		(115,753)
Cash flows from investing activities:				
Investment income		133,783		126,157
Purchase of tangible fixed assets	(57,702)		(57,530)	
Purchase of fixed asset investments	(1,053,388)		(1,506,328)	
Proceeds from the sale of fixed asset investments	1,802,198		1,528,274	
Cash (deducted from)/added to investment cash	43,314		25,875	
		734,422		(9,709)
Net cash provided by investing activities		868,206		116,448
Increase/(decrease) in cash and cash equivalents in the year		247,087		695
Cash and cash equivalents at the beginning of the year		472,417		471,722
Total cash and cash equivalents at the end of the year		719,504		472,417

The notes form part of these Financial Statements

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards issued by UK accountancy bodies. The particular accounting policies adopted are described below.

(a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP 2019 (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

Hawthorne Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value, as modified for the revaluation of investments.

Further to a Uniting Direction issued by the Charity Commission, the financial statements aggregate the results and net assets of the Visiting Christian Science Nurse Service, London Field, Charity Registration number 209230-1.

Significant estimates and judgements include the assessment of the useful lives and residual values of Freehold land and buildings and other fixed assets and the assessment of appropriate rates of depreciation.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The company number and registered office of the company is given in the general information.

(b) Charitable company status

The charity is also a private company limited by guarantee and is registered in England and Wales. In the event of the charity being wound up, each member is liable to contribute an amount not exceeding £1.

(c) Preparation of the accounts on the going concern basis

The charity has total funds carried forward of £7,077,774. The trustees are of the view that this is more than sufficient to secure the long term future of the charity and that on this basis the charity is a going concern.

(d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Throughout the year guests were charged for the cost of their stay and asked to contribute what they could afford.

All contributions arise in respect of the charity's continuing activities.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material. Receipts of property, investments or other gifts in kind are included at market value.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

1. ACCOUNTING POLICIES (cont'd)

(e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity.

(f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific future purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work.

(g) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprises the costs of managing the investment funds.
- Expenditure on charitable activities includes the costs of providing nursing care, repairs to the care home and other activities undertaken to further the purposes of the charity and their associated support costs.

(h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include admin, finance, personnel, and governance costs which support the Trust's primary activity of providing a nursing facility. Support costs consist of those costs not directly attributable to the activities of the charity but which are necessary to support them.

(i) Tangible fixed assets

Assets with a useful life exceeding one year, costing in excess of £500 are capitalised at cost.

Depreciation is calculated to write off the cost of all tangible fixed assets, other than freehold land, which is not depreciated, in equal annual instalments over their estimated useful lives at the following rates:

	%
Buildings	2
Boilers/plant	5
Furniture, fixtures and fittings	10
Equipment	10
Computer equipment	20
Motor vehicles	20

(j) Operating leases

Operating lease rentals are recognised in the Statement of Financial Activities on a straight line basis over the period of the lease.

(k) Financial instruments

There are no complex instruments and all items are initially valued at cost/transaction value with investments being restated at fair value. Gains and losses on the restatement or disposal of investments are shown in the Statement of Financial Activities.

(l) Pensions

The Charity makes pension contributions into the Hawthorne Trust Group Personal Pension Plan (GPPP), which is a defined contribution pension scheme. The GPPP is with AEGON and managed by Buckland Harvester of 5 The Parsonage, Manchester M3 2HS. The Charity has no liability other than to make the defined contributions as they fall due.

Total contributions for the year are disclosed as other pension costs in Note 7.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

2. DONATIONS AND LEGACIES

	2023 £	2022 £
Donations	89,122	103,612
Legacies	532,612	546,010
	<u>621,735</u>	<u>649,622</u>

Of the £649,622 recognised in 2022, £648,979 was unrestricted fund income and £643 was restricted fund income.

3. INCOME FROM CHARITABLE ACTIVITIES

	2023 £	2022 £
Contributions due from guests	340,175	593,251
Amounts due from staff/students	31,219	34,471
Phone recoveries	735	1,032
Other recoveries	3,287	7,444
	<u>375,415</u>	<u>636,198</u>

Of the £636,198 recognised in 2022, £565,532 was unrestricted fund income and £70,666 was restricted fund income.

4. INVESTMENT INCOME

	2023 £	2022 £
From listed securities	132,219	125,624
Bank interest	1,564	533
	<u>133,783</u>	<u>126,157</u>

Of the £126,157 recognised in 2022, £99,826 was unrestricted fund income and £26,331 was restricted fund income.

5. COST OF RAISING FUNDS

	Direct Costs	Support Costs	Total 2023	Total 2022
Investment management fees	<u>£32,067</u>	<u>£Nil</u>	<u>£32,067</u>	<u>£33,713</u>

Of the £33,713 expenditure recognised in 2022, £27,733 was charged to unrestricted funds and £5,980 was charged to restricted funds.

6. COST OF CHARITABLE ACTIVITIES

	Direct Costs	Support Costs	Total 2023	Total 2022
Provision of nursing care	<u>£1,322,378</u>	<u>£306,501</u>	<u>£1,628,880</u>	<u>£1,443,385</u>

Of the £1,443,385 expenditure recognised in 2022, £1,187,586 was charged to unrestricted funds and £255,799 was charged to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

7. ANALYSIS OF DIRECT COSTS	Raising funds £	Charitable activities £	Total 2023 £	Total 2022 £
Salaries and wages	-	775,581	775,581	655,963
Social Security costs	-	66,566	66,566	55,122
Other pension costs	-	58,294	58,294	51,344
	-	900,441	900,441	762,429
Investment Managers fees	32,067	-	32,067	33,713
Food supplies	-	33,201	33,201	45,790
Nursing Supplies	-	17,129	17,129	26,480
Contributions to nursing fees	-	113,448	113,448	168,344
House sundries	-	31,284	31,284	44,038
Repairs, maintenance and leasing	-	44,592	44,592	28,612
Service contracts	-	-	-	138
Travel expenses and allowances	-	16,339	16,339	14,069
Other professional fees	-	32,134	32,134	25,573
Trust sundries	-	16,575	16,575	29,057
Compensation payouts	-	40,000	40,000	-
Depreciation	-	77,235	77,235	74,916
	<u>32,067</u>	<u>1,322,378</u>	<u>1,354,445</u>	<u>1,253,159</u>

Of the £1,253,159 recognised in 2022, £1,219,446 was charged to charitable activities and Other Expenditure of £33,713 was charged to raising funds.

8. ANALYSIS OF SUPPORT COSTS	Raising funds £	Charitable activities £	Total 2023 £	Total 2022 £
Salaries and wages	-	175,222	175,222	113,981
Social Security costs	-	17,032	17,032	13,517
Other pension costs	-	16,123	16,123	11,526
	-	208,377	208,377	139,024
Depreciation	-	1,834	1,834	1,831
Governance (Note 9)	-	7,233	7,233	4,869
Electricity and gas	-	32,193	32,193	33,534
Rates and insurance	-	49,903	49,903	36,218
Telephone	-	3,808	3,808	4,149
Printing, postage and stationery	-	3,154	3,154	4,314
	-	<u>306,501</u>	<u>306,501</u>	<u>223,939</u>

All of the £223,939 recognised in 2022 was charged to charitable activities.

9. GOVERNANCE COSTS	2023 £	2022 £
Auditors remuneration	3,960	3,900
Directors' expenses (Note 11)	3,273	969
	<u>7,233</u>	<u>4,869</u>

10. NET INCOME/(EXPENDITURE)	2023 £	2022 £
This is stated after charging:		
Depreciation	79,068	76,747
Auditors remuneration - audit services	3,960	3,900
Pension costs (defined contribution scheme)	<u>74,418</u>	<u>62,870</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

11. TRUSTEES' REMUNERATION AND EXPENSES

The trustees did not receive any remuneration in the current or prior year. Expenses amounting to £3,273 (2022: £969) were reimbursed to 4 (2022: 4) Trustees in the year for travel.

12. STAFF COSTS

	2023 £	2022 £
Staff costs during the year were as follows:		
Wages and salaries	950,803	769,944
Social security costs	83,598	68,639
Pension costs	74,418	62,870
	<u>1,108,818</u>	<u>901,453</u>

(a) The average number of persons employed by the company during the period was 26; 10 full time and 16 part time (2022: 26; 10 full time and 16 part time).

(b) Salaries and wages includes £10,464 (2022: £45,260) in respect of temporary staff.

(c) Higher paid staff. The number of staff whose total employee benefits (excluding employer's pension costs) exceeded £60,000 was as follows:

	2023	2022
£70,000 - £79,999	-	1
£80,000 - £89,999	2	-

(d) The key management personnel of the charity comprise the board, administrator, Christian Science nursing manager and the VCSNS manager. The total employee benefits of the key management personnel of the trust were £ 277,648 (2022: £210,888).

Under FRS 102, employee benefits include gross salary, benefits in kind, employer's national insurance and employer's pension costs.

13. TAXATION

As the Company has charitable status it is exempt from Corporation Tax on its charitable activities and capital gains, provided that its expenditure is for charitable purposes.

14. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Motor vehicles furniture and equipment £	Total £
COST			
At 1st October 2022	3,242,582	379,815	3,622,397
Additions	16,104	41,598	57,702
Disposals	-	-	-
At 30th September 2023	<u>3,258,686</u>	<u>421,413</u>	<u>3,680,099</u>
DEPRECIATION			
At 1st October 2022	1,168,236	298,181	1,466,417
Disposals	-	-	-
Charge for the year	57,173	21,895	79,068
At 30th September 2023	<u>1,225,409</u>	<u>320,076</u>	<u>1,545,485</u>
NET BOOK VALUE			
At 30th September 2023	<u>2,033,277</u>	<u>101,337</u>	<u>2,134,614</u>
At 30th September 2022	<u>2,074,346</u>	<u>81,634</u>	<u>2,155,980</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

15. FIXED ASSET INVESTMENTS			Government and Fixed Interest Securities £	Equities £	Unit Trusts £
	Total £	Cash £			
Market value at 1 October 2022	4,956,529	115,076	830,952	1,155,597	2,854,904
Additions in the year	1,086,883	33,495	585,232	3,217,767	(2,749,611)
Disposal proceeds	(1,879,009)	(76,811)	(653,589)	(1,148,609)	-
Net investment gains/(losses)					
- Realised gains/(losses) on disposals	51,682	-	13,531	38,151	-
- Unrealised gains/(losses)	(27,590)	-	(14,269)	(14,489)	1,168
Market value at 30 September 2023	<u>4,188,495</u>	<u>71,760</u>	<u>761,857</u>	<u>3,248,417</u>	<u>106,461</u>
Cost at 30 September 2023	<u>3,957,412</u>	<u>71,759</u>	<u>802,060</u>	<u>2,963,339</u>	<u>120,254</u>
Cost at 30 September 2022	<u>4,283,199</u>	<u>115,074</u>	<u>983,953</u>	<u>984,569</u>	<u>2,518,445</u>

Government and Fixed Interest Securities, Equities and Unit Trusts Investments are quoted on a UK recognised stock exchange.

Of the £591,583 net realised and unrealised losses on investments recognised in 2022, losses of £511,983 related to unrestricted funds and losses of £79,600 related to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

16. DEBTORS							2023 £	2022 £
Trade debtors							77,171	24,207
Other debtors							8,987	2,902
Prepayments and accrued income							22,393	36,475
							<u>108,551</u>	<u>63,584</u>
17. CREDITORS: Amounts falling due within one year							2023 £	2022 £
Taxes and social security							27,550	21,312
Other creditors							11,655	12,470
Trade creditors and accruals							34,185	31,031
							<u>73,390</u>	<u>64,813</u>
18. RESERVES								
	Brought forward £	Income £	Expenditure £	Gains/ (Losses) on Investments £	Transfers £	Carried forward £		
2023								
Unrestricted General Fund	6,802,844	1,043,742	(1,434,731)	3,969	(70,987)	6,344,836		
Restricted Funds:								
Brenda Woodcock Memorial Fund	247,975	2,599	(1,554)	7,972		256,992		
Charton Manor Benevolent Fund	3,898	-	(74,885)	-	70,987	-		
VCSNS Fund	527,480	84,592	(149,777)	12,150		474,446		
Gifts to Christian Science Nurses Fund	1,500	-	-	-		1,500		
	<u>780,853</u>	<u>87,192</u>	<u>(226,215)</u>	<u>20,122</u>	<u>70,987</u>	<u>732,938</u>		
	<u>7,583,697</u>	<u>1,130,932</u>	<u>(1,660,946)</u>	<u>24,091</u>	<u>-</u>	<u>7,077,774</u>		

The Brenda Woodcock Memorial Fund is a restricted fund for the benefit of assisted living guests at Charton Manor.

The Charton Manor Benevolent Fund has been established as a restricted fund to provide contributions towards guests' costs in the case of need.

The VCSNS Fund provides benefit to those Christian Scientists usually living within 50 miles of central London who are in need of nursing in their own homes.

The Gifts to Christian Science Nurses Fund has been established with a view to providing occasional grants or gifts to Christian Science Nurses.

The trustees have authorised the transfer of £70,987 from unrestricted funds to restricted funds to support additional benevolent contributions made in the year.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

18. RESERVES (cont'd)

Comparative information for the movement in reserves in the previous year is as follows:

	Brought forward £	Income £	Expenditure £	Gains/ (Losses) on Investments £	Transfers £	Carried forward £
2022						
Unrestricted General Fund	7,265,809	1,314,337	(1,215,319)	(511,983)	(50,000)	6,802,844
Restricted Funds:						
Brenda Woodcock Memorial Fund	275,119	3,889	(5,554)	(25,479)		247,975
Charton Manor Benevolent Fund	64,588	-	(110,690)	-	50,000	3,898
VCSNS Fund	633,385	93,751	(145,535)	(54,121)		527,480
Gifts to Christian Science Nurses Fund	1,500	-	-	-		1,500
	<u>8,240,401</u>	<u>1,411,977</u>	<u>(1,477,098)</u>	<u>(591,583)</u>	<u>-</u>	<u>7,583,697</u>

19. NET ASSETS BY FUND

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
2023						
Tangible fixed assets	2,134,614	2,134,614	-	-	-	-
Investments	4,188,495	3,434,117	206,127	-	548,251	-
Net current assets	754,665	776,105	50,865	-	(73,806)	1,500
As at 30th September 2022	<u>7,077,774</u>	<u>6,344,836</u>	<u>256,992</u>	<u>-</u>	<u>474,446</u>	<u>1,500</u>

Comparative information for the analysis of net assets by fund in the previous year is as follows:

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
2022						
Tangible fixed assets	2,155,980	2,155,980	-	-	-	-
Investments	4,956,529	4,241,031	195,552	-	519,946	-
Net current assets	471,188	405,833	52,423	3,898	7,534	1,500
As at 30th September 2021	<u>7,583,697</u>	<u>6,802,844</u>	<u>247,975</u>	<u>3,898</u>	<u>527,480</u>	<u>1,500</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2023

20. COMPANY STATUS AND MEMBERSHIP

The Company is a private company limited by guarantee and without a share capital registered in England and Wales. The liability of the members is limited and every member of the Company undertakes to contribute up to £1 to the assets of the Company in the event of its being wound up. At 30th September 2023 there were 15 members.

The registered office of the company is at Hawthorne Trust Ltd, Charton Manor, Gorse Hill, Farningham, Kent, DA4 0JT.

21. RELATED PARTIES

Other than the transactions with trustees/directors disclosed in note 11, there were no other transactions with related parties which require disclosure.

22. CONTRACTUAL COMMITMENTS

There were no contractual commitments as at the year end (2022: None).

HAWTHORNE TRUST LIMITED
OPERATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2023

	Note	Year ended 30 September 2023	Year ended 30 September 2022
INCOME			
Due from guests for nursing services (excl. phones)	1	340,175	593,251
Due from staff and students (excl. phones)		31,219	34,471
Phone recoveries		735	1,032
Other recoveries		3,287	7,444
Amounts considered doubtful		0	0
Total contributions received from continuing operations		375,415	636,198
Donations and gifts - unrestricted		89,122	103,612
Donations and gifts - restricted (Benevolent Fund)		0	0
Donations and gifts - restricted (Brenda Woodcock Memorial Fund)		-	0
Donations and gifts - restricted (Gifts to Christian Science Nurses Fund)		0	-
Legacies		532,612	546,010
Investment income		133,783	126,157
Total income		1,130,932	1,411,977
EXPENDITURE			
Cost of raising funds			
Investment Managers fees		32,067	33,713
Charitable activities			
Contributions towards patients fees by HTL/VSCNS Benevolent Fund	1	113,448	168,344
Salaries, social security costs and pension costs		900,441	762,429
Food supplies		33,201	45,790
Nursing Supplies		15,672	25,681
Laundry		1,458	798
House sundries		31,285	44,039
Repairs, maintenance and leasing		44,592	28,612
Recruitment advertising		570	895
Service contracts		0	138
Travel expenses and allowances		16,339	14,069
Other professional fees		32,134	25,573
Trust sundries		16,005	28,162
Compensation payouts		40,000	
Depreciation		77,235	74,916
Loss on disposal		0	0
Total costs in furtherance of the charity's objects		1,322,378	1,219,446
Support costs			
Salaries, social security costs and pension costs		208,377	139,024
Depreciation		1,834	1,831
Other support costs:			
Electricity and gas		32,193	33,534
Rates and insurance		49,903	36,218
Telephone		3,808	4,149
Printing, postage and stationery		3,154	4,314
Total support costs		299,269	219,070
Governance costs			
Professional fees (auditor's remuneration)		3,960	3,900
Directors expenses		3,273	969
Total management and administrative expenditure		7,233	4,869
Total expenditure		1,660,946	1,477,098
NET (EXPENDITURE)/INCOME		(530,014)	(65,121)
Gains on investments			
Realised gains/(losses) on disposal of investments		51,682	9,542
Unrealised (losses)/gains on investments		(27,590)	(601,125)
NET MOVEMENT IN FUNDS		(£505,923)	(£656,704)
Note 1: Income due from guests for nursing services was funded as follows			
		%	%
Aid Fund for Christian Scientists in Need of Nursing Care	0.0	0	0.0
Hawthorne Trust and other Benevolent Funds	49.5	168,344	28.4
Guests and other private means	50.5	171,831	71.6
	100	340,175	100.0

This page does not form part of the audited financial statements but is based upon the accounting records of the company which have been subject to audit.

HAWTHORNE TRUST LIMITED

England & Wales - Charity number 209230

Accounts

HAWTHORNE TRUST LIMITED
(A Company Limited by Guarantee)

INCORPORATING

THE VISITING CHRISTIAN SCIENCE NURSE SERVICE, LONDON FIELD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 SEPTEMBER 2022

Company Number: 293710
Charity Number: 209230

HAWTHORNE TRUST LIMITED

GENERAL INFORMATION

Charity Registration Number	209230
Company Registration Number	293710
Governing Instrument	Articles of Association dated 18th November 2021, as amended. The principal aim is to provide nursing care based on Christian Science principles.
Directors (Trustees)	Mr B Blandford Mrs M Chaplin Mr G H Ekins Mrs G A Smith Mr A M Holland
CEO/Administrator	Mrs E P Lawal
Registered Office	Charton Manor Gorse Hill Farningham Kent DA4 0JT
Independent Auditors	Myrus Smith Chartered Accountants Statutory Auditors Norman House, 8 Burnell Road, Sutton London SM1 4BW
Bankers	Lloyds Bank Plc 130 The Broadway Bexleyheath Kent DA6 7DP
Investment Managers	Investec Wealth & Investment Ltd 30 Gresham Street London EC2V 7QN & Atomos Investments Limited 16 South Park Sevenoaks Kent TN13 1AN
Solicitor	Stone King Boundary House 91 Charterhouse Street London EC1M 6HR
Insurance Brokers	Arthur J. Gallagher Insurance Brokers Limited Temple Circus House Temple Way Bristol BS1 6HG

TRUSTEES' ANNUAL REPORT

The Directors (Trustees) known as the Board have the pleasure of presenting their annual report and audited financial statements of Hawthorne Trust Limited (HTL) known as the Company for the year ended 30th September 2022. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in October 2019 in preparing the annual report and financial statements of the Company.

REFERENCE AND ADMINISTRATION DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISORS

Details of the current directors and advisors are shown under General Information.

MISSION AND OBJECTS

Our mission is: "Loving to heal the Christ way."

The objects for which the Company is established are to provide and maintain in England a Christian Science nursing house and Visiting Christian Science nursing service operated in accordance with the practice and principles of the body known as the Church of Christ, Scientist.

REGULATORY BASIS

The principal activity of the Company continues to be the operation of a Christian Science nursing care home known as Charton Manor registered with the Care Quality Commission (CQC) as a 'care home not providing medicines or medical treatment'. We also operate the Visiting Christian Science Nurse Service, London Field (VCSNS) which is registered with the CQC as a Domiciliary Care Agency. The glowing reports received from those who have received either of our Christian Science nursing services are proof of their utility.

We continue to work towards achieving accreditation by The Commission for Accreditation of Christian Science Nursing Facilities/Organizations, which inspects the standards of Christian Science nursing facilities worldwide. We are keen to be reaccredited as soon as possible.

We have continued to offer continuity of Christian Science nursing care for our current Christian Science nursing care patients and Assisted Living residents. At the request of The Mother Church, from May 2021 and until such time as we regain our accreditation, we are only able to admit new Christian Science nursing care patients needing light Christian Science nursing care.

We offer a residential Assisted Living (AL) provision for Christian Scientists. This programme provides invaluable support and encouragement for the metaphysical basis of the healing work undertaken at Charton Manor.

We also offer "Rest and Study" where paying guests can be free of day-to-day concerns in order to find refreshment and renewed inspiration through prayer.

We operate as a charity and are registered with the Charity Commission. We do not engage in significant publicity or in any fundraising from the general public, as we derive our income from the payment of fees, income from investments and bequests, and generous donations from churches and supporters of our ministry. Consequently, we do not participate in any fundraising regulation scheme.

Our entire infrastructure is focused on supporting the healing practice of Christian Science.

ACHIEVEMENTS AND PERFORMANCE

Our aim, as ever, at the start of the financial year was to continue to provide Christian Science nursing at Charton Manor; to provide excellent facilities for our residents, patients, guests and staff; and to achieve these aims within our budget. This we did, despite some difficult business conditions.

Our team of Christian Science nurses has worked tirelessly to provide for our patients' and residents' needs and good healing has been witnessed. The VCSNS has also been very busy with Christian Science nursing care cases following the trend of individuals preferring to remain in their own homes whilst being cared for by a Christian Science nurse. Our Visiting Christian Science Nurse had two weeks of professional mentoring in the USA.

Charton Manor calls on the services of external "Private Duty" Christian Science nurses, as well as those Christian Science nurses employed by HTL.

We successfully achieved the highest five-star rating at our latest food hygiene inspection in February 2022. We successfully completed a Kent County Council Data Protection Audit in January 2022 which showed "a robust framework of Data Protection".

TRUSTEES' ANNUAL REPORT - CONTINUED

ACHIEVEMENTS AND PERFORMANCE (continued)

We employ an Activities Co-ordinator who organises in-house "church services", concerts, hands-on and online activities such as art and craft work, dancing and talks by speakers, in many cases supplied by volunteers who love the House and its mission.

We held an online Open Day in June when Jan Holden CS of Redwood Shores, USA, gave an inspiring address. The Open Day was viewed live by over 400 and the recording, now posted on our website, www.chartonmanor.org, has been viewed countless times. Much appreciation has been expressed for its message of caring, healing and joy.

We have resurfaced and refreshed our Woodland Walk and purchased a self-propelled electric wheelchair in order that mobility impaired patients and residents can make better use of our grounds.

FINANCIAL REVIEW

A steady level of occupancy has continued from the previous year right through this year, averaging 29% for Christian Science nursing care and 26% for Assisted Living residential care. Throughout the year we had an average 5 Assisted Living residents, most of whom needed extra Christian Science nursing care, plus 3 Christian Science nursing care patients. Christian Science nursing staff were stretched at most times but able to meet the demands made of them.

We are very grateful for donations received from individuals, Christian Science organisations and Christian Science churches. We continued to receive grants from Kent County Council for infection control totalling £5,407.

The Hawthorne Trust Benevolent Fund supports patients in need of financial assistance and over £100,000 in grants was given in the year to September 2022. The Brenda Woodcock Memorial Fund gave support towards residential care costs totalling £4,000.

The VCSNS Benevolent Fund financially supports its patients and gave over £53,000 in the year to September 2022.

The Company retains the freehold of the land occupied by the Orchard Housing Association's property in Surrey. We receive ground rent from the Orchard of £100 per annum.

Investment Income was slightly higher at £126,157 compared with £124,940 last year. Our investment portfolio recovered some value following continued Covid-related decline.

Our total income for the year was £1,411,977 (2021 : £1,669,815) and total expenditure was £1,477,098 (2021 : £1,364,746) leaving a deficit of £65,121 (2021 : Surplus £305,069). We were grateful for legacies received totalling £546,010 (compared to £333,539 last year). There was a deficit of £611,131 (2021 : £28,470) before legacies.

RESERVES POLICY

From an accounting standpoint, and in the context of the Company, 'Reserves' means the total value of assets less the total value of liabilities.

Total value of assets comprises:

- 1) Tangible fixed assets (land, buildings, motor vehicles, equipment)
- 2) Investments (investments managed by Investec Wealth & Investment Ltd and Atomos Investments Limited [formerly called Sanlam Private Investments (UK) Ltd])
- 3) Debtors (mainly amounts owing by patients, and some other receivables)
- 4) Cash at Bank and in hand.

Total value of liabilities comprises:

Creditors (amounts owing to trade creditors, and to HM Revenue and Customs for staff PAYE and National Insurance contributions).

Total Reserves as at September 30, 2022 were £7,583,697 (£656,704 lower than 2021); these may also be considered as funds.

Looking at the separate categories, the value of the tangible fixed assets has decreased to £2,155,980 (2021: £2,175,197). These, primarily the buildings, are considered 'fixed' in the sense that they could not be sold readily to generate cash without undermining the ongoing work of the Company. The only likely realisation for these assets would be in the event of a closure of Charton Manor.

TRUSTEES' ANNUAL REPORT - CONTINUED

RESERVES POLICY (continued)

Investments are assets that could be easily turned into cash (also referred to as 'liquid assets'). The value of these as at September 30, 2022 was £4,956,529 and they make a key financial contribution to Hawthorne Trust's income each year. As stated earlier the investment income represented £126,157 meeting approximately 8.3% of Hawthorne Trust's expenditure. Investment income will vary with level of reserves and market conditions, but over the last 10 years has produced a valuable income in excess of £1,000,000 for the Company. It is the policy of the Company to add to these investments when income allows (particularly income from donations and legacies). Similarly, investments are sold when necessary to meet the operating costs of the Trust. Any decrease in investments also influences the investment income level generated in following years.

In 2022, total reserves decreased by £656,704 (2021: increased by £1,067,199). In the medium term, the trustees intend to have the reserve target to be its pre covid-19 levels, considering our long-term investment plans and the recovery of the stock market.

The other categories (debtors, cash at bank and in hand, and creditors) are of a comparatively small net value. More information about them can be found in the Balance Sheet and in the Notes to the Accounts.

The funds are explained in Notes 18 and 19 to these accounts. Of the total of £7,583,697, £527,480 is held in the VCSNS Fund (restricted funds for this activity). The remainder is available for the other activities of the Company, through restricted and unrestricted funds, specifically the operation of Charton Manor - and represents over five years' expenditure.

The Company needs to be able to demonstrate financial viability to the CQC. It is also a requirement of our sponsor's licence with UK Visas and Immigration, where we need to continue bringing in staff and trainees from abroad, demonstrating that we have sufficient reserves to qualify for our 'A-rated' status. Taking into account donations and legacies, and uncertainties over future investment growth, the Board nevertheless consider there to be adequate levels of reserves. The Trustees' policy is to maintain a sufficient level of reserves to allow it to continue to provide, for the foreseeable future, a care home for Christian Science residents and short-term Christian Science nursing care for students of Christian Science. This also has regard to the need for ongoing investment in the premises

INVESTMENT POLICY AND OBJECTIVES

All Investments held have been acquired in accordance with the Trust's powers; they are managed by our portfolio managers at Investec and Atomos to provide a mixture of capital growth and income on medium risk basis. Investments are made only in those areas of the market that are not involved with armaments, tobacco, drugs, or alcohol. The investments are reviewed regularly by the Administrator with the portfolio managers, and the Trustees meet with those managers at least once a year. The company holds a detailed investment policy approved by the Trustees.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Board, consisting of between four and seven individuals, is drawn from the members of the Company, meaning that they have some prior experience of the working of the Company. New Board members are elected by the existing Board after an interview process; the election of new-Board members is formally confirmed by an election at the next Annual General Meeting of the Company. There were five Board members at the financial year end. Board members hold office for three years from the time of their formal election; thereafter they are eligible to offer themselves for re-election for a further three years, and subsequently for two terms of one year each.

Board members are expected to make use of the many Charity Commission guidelines for their self-training and are booked into training seminars given by professionals for external training. Requests for Trustee training are encouraged. They are expected to attend an orientation programme for Board members arranged by the Christian Science Nursing Department of Charton Manor.

The number of Company members can range from five to 30; there were 15 on September 30 2022. Christian Scientists who are members of the Church of Christ, Scientist, and who have been taught by an authorised teacher of Christian Science are invited by the Board to join the Company and represent their branch church or society.

The Board meets at least monthly and Company Members meet quarterly for reports and workshops on the work of the Trust. The Board is kept abreast of developments regularly by management and receive monthly financial and inspection reports. Indemnity insurance is in place for all Trustees.

The day-to-day administration of HTL is delegated to the Administrator Mrs Ednah Lawal who, for the purposes of the Care Quality Commission (CQC), is the 'Nominated Individual responsible for supervising the management of the care home', Charton Manor. The Administrator is aided in her work by the Executive Secretary and Services Manager.

TRUSTEES' ANNUAL REPORT - CONTINUED

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

The management of Christian Science nursing and the overseeing of the training of Christian Science nurses at the care home is carried out by Ms Florence Mutambara, the Christian Science Nursing Manager (CSNM) who, for the purposes of the CQC, is the 'Registered Manager of the care home'.

The management of the Visiting Christian Science Nurse Service, London Field, (VCSNS, registered as a 'Domiciliary Care Agency') is carried out by the VCSNS Manager Mrs Valerie McIntyre who, for the purposes of the CQC, is the 'Registered Manager of the VCSNS' providing care in an individual's home. The VCSNS remains a separate legally distinct charity and has its own aims, objectives and funds but currently shares the same charity number as HTL and is under the direction of the Board of the Company.

The pay of all Key Management Personnel is set by the Board.

Pay is reviewed regularly and determined by the Board to ensure it is commensurate with the high standards demanded of our Christian Science nursing, training, housekeeping and administrative staff. Regular appraisals are given, and goals are agreed for all staff.

Professional development for staff is encouraged and is undertaken as needs arise.

RISK AND UNCERTAINTIES

The Board concluded their annual Risk Assessment Review in December 2021 (updated January 2022) and also drew up a revised Business Continuity Plan (BCP) to address specific steps to be taken in the event of any major interruption to the ongoing activities of the work of the Trust. The principal risks and uncertainties identified were satisfied by regular Fire Drills to keep staff aware and alert to this requirement; clear policies governing safeguarding for patients and staff; compliance with Health and Safety needs; transportation policy, gift policy; Disclosure and Barring Service (DBS) clearances for all staff; security processes for visitors and family members. The Trust remains ready and alert for Environmental Health and CQC inspections.

The Board meets annually with, and monitors and communicates with, our investment managers to discuss the performance of our investments which are paramount to the future of the Trust. As part of this, benchmarks may be reset and the nature of ethical investments is also reviewed. Part of the risk assessment each year is our insurance policy which includes a liability section for Employers and Public as well as Directors and Officer indemnity.

The Trust continues to invest in expert consultants in HR and H&S support.

STRATEGIC REVIEW AND FUTURE PLANS

Our long-term aim is to achieve and maintain into the future the sustainability of Charton Manor and its fundamental role in Christian Science nursing and Christian Science healing. In considering the methods by which to attain this objective, the Board starts with the confidence that they will be shown the correct steps to take to impel the spiritual progress of Charton Manor, and will be led to make correct short and long term decisions.

We continue to benefit from fully-equipped Christian Science nursing rooms, a dedicated team of maintenance and housekeeping staff and an excellent kitchen service. Equipment, as well as furniture as well as decorating, is kept under constant review and is replaced as necessary. Our well-kept grounds and improved Woodland Walk continue to be a peaceful source of comfort for residents and staff alike.

The provision of more Christian Science nurses is essential to enable us to meet the needs of Christian Scientists. However, the loss of our Christian Science Nurses Training Centre's accreditation means that we are not able to provide Christian Science nurses training classes for new trainee Christian Science nurses until re-accreditation is gained. We do continue to provide ongoing professional training and development for our current staff.

We are grateful for the donations received from individuals and Christian Science churches, and for Kent County Council grants that enable us to continue our work and ministry.

Patients, residents and guests: Our aim is to have a full complement of Assisted Living residents, and to this end we are constantly looking to make our provision of accommodation better known. We have invited our Services Manager, Rex Mendis, to create a virtual tour of the House on our website, so that potential residents can have an overview before travelling to visit. Those interested in having their home at Charton Manor can stay for a two months' trial period subject to mutual agreement.

TRUSTEES' ANNUAL REPORT - CONTINUED

STRATEGIC REVIEW AND FUTURE PLANS (continued)

Now that travel and visiting is feasible again, we look forward to receiving requests for our Rest and Study offering, which has scarcely been used during the year.

Our aim is to be able to offer our Christian Science nursing services to all who wish to rely on prayer and the support of a Journal-listed Christian Science practitioner for healing.

Witnessing healing, when a former patient leaves the House completely healed, is a privilege and joy; and it is our core mission.

Electronic resources: Over the past few years many of our rooms have been equipped with digital devices and screens to enable occupants to connect with the world outside Charton Manor. This offering is being steadily enhanced and expanded and has been a blessing during times of isolation. In addition, it is anticipated that the use of platforms such as Zoom will be used in the future, where feasible, for training purposes, enabling us to offer Christian Science nurses training, for example, to a wider group within our church.

PUBLIC BENEFIT

The Trustees have had regard to the Charity Commission's guidance on public benefit, and we abide by the underlying premise that none shall be denied the care they need because they cannot meet the cost. Frequently, however, the fees are beyond the resources of those who are admitted as patients. Those who do not have the financial means are encouraged to apply to the Hawthorne Trust Benevolent Fund.

Finally, the provision of affordable accommodation for those Christian Scientists who wish to live in an environment consistent with their religious beliefs is made possible by our Assisted Living programme. The Brenda Woodcock Memorial Fund provides assistance in case of need for those living at Charton Manor under the AL provision.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors (who are also the Trustees of Hawthorne Trust Limited for the purposes of charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Directors of the charitable company to prepare financial statements for each financial year. Under company law, the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP 2019 (FRS 102);
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial report;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

In so far as the Directors are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

TRUSTEES' ANNUAL REPORT - CONTINUED

AUDITORS

Myrus Smith, Chartered Accountants were appointed as auditors and a resolution to re-appoint them will be put to the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Charton Manor
Gorse Hill
Farningham
Kent DA4 0JT

16 February 2023

By Order of the Board

A handwritten signature in dark ink, appearing to read 'Margaret Chaplin', with a long horizontal flourish extending to the right.

Margaret Chaplin
Director

HAWTHORNE TRUST LIMITED

Opinion

We have audited the financial statements of Hawthorne Trust Limited for the year ended 30 September 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow statement, 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 parent charitable company's affairs as at 30 September 2022 and of the charitable company's net movement in funds, including the income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

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

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

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Annual Report (which the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

HAWTHORNE TRUST LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report (which incorporates the directors' report).

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

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

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance about actual and potential litigation or claims and the identification of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including testing journal entries and other adjustments for appropriateness; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

HAWTHORNE TRUST LIMITED

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

- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.
- Professional scepticism in course of the audit and with audit sampling in material audit areas.

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Stephen Jones FCA
Senior Statutory Auditor

For and on behalf of
Myrus Smith
Chartered Accountants and Statutory Auditors
Norman House, 8 Burnell Road
Sutton, Surrey
SM1 4BW

16 February 2023

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE)
FOR THE YEAR ENDED 30TH SEPTEMBER 2022

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Income from:					
Donations and legacies	2	648,979	643	649,622	606,191
<i>Charitable activities:</i>					
Contributions received	3	565,532	70,666	636,198	938,684
Investment income	4	99,826	26,331	126,157	124,940
Total Income		<u>1,314,337</u>	<u>97,640</u>	<u>1,411,977</u>	<u>1,669,815</u>
Expenditure on:					
<i>Cost of raising funds:</i>					
Investment management fees	5	27,733	5,980	33,713	30,520
<i>Expenditure on charitable activities:</i>					
Provision of care services	6	1,187,586	255,799	1,443,385	1,334,226
Total expenditure		<u>1,215,319</u>	<u>261,779</u>	<u>1,477,098</u>	<u>1,364,746</u>
Net income/(expenditure) before investment gains		99,018	(164,139)	(65,121)	305,069
Net gains/(losses) on investments	15	(511,983)	(79,600)	(591,583)	762,130
Net income/(expenditure)	10	<u>(412,965)</u>	<u>(243,739)</u>	<u>(656,704)</u>	<u>1,067,199</u>
Transfers between funds	18	(50,000)	50,000	-	-
Net Movement in Funds		<u>(462,965)</u>	<u>(193,739)</u>	<u>(656,704)</u>	<u>1,067,199</u>
Reconciliation of funds:					
Fund balances at the start of the reporting period	18	7,265,809	974,592	8,240,401	7,173,202
Fund balances at the end of the reporting period	18	<u>6,802,844</u>	<u>780,853</u>	<u>7,583,697</u>	<u>8,240,401</u>

The Charitable Company had no recognised gains or losses other than those disclosed in the Statement of Financial Activities above. All activities are continuing.

The unrestricted funds are general funds of the trust and the restricted funds are made up of: The Benevolent Fund, The Brenda Woodcock Memorial Fund, The Visiting Christian Science Nurse Service Fund and The Gifts to Christian Science Nurses Fund.

The notes form part of these Financial Statements

BALANCE SHEET

Company Number: 293710

AS AT 30TH SEPTEMBER 2022

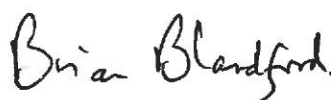
		2022		2021	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	14		2,155,980		2,175,197
Investments	15		<u>4,956,529</u>		<u>5,595,935</u>
			7,112,509		7,771,132
CURRENT ASSETS					
Debtors	16	63,584		59,748	
Cash at bank and in hand		<u>472,417</u>		<u>471,722</u>	
		536,001		531,470	
CREDITORS: amounts falling due within one year	17	<u>64,813</u>		<u>62,201</u>	
NET CURRENT ASSETS			<u>471,188</u>		<u>469,269</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	19		<u>7,583,697</u>		<u>8,240,401</u>
THE FUNDS OF THE CHARITY					
Unrestricted					
General Funds	18		6,802,844		7,265,809
Restricted					
Hawthorne Trust [Charlton Manor] Benevolent Fund	18		3,898		64,588
Brenda Woodcock Memorial Fund	18		247,975		275,119
Visiting Christian Science Nurse Service	18		527,480		633,385
Gifts to Christian Science Nurses Fund	18		<u>1,500</u>		<u>1,500</u>
TOTAL CHARITY FUNDS			<u>7,583,697</u>		<u>8,240,401</u>

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved and authorised for issue by the Board of Directors (Trustees) on 16 February 2023 and signed on its behalf by:



Director (Trustee)
M Chaplin



Director (Trustee)
B Blandford

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

	2022		2021	
	£	£	£	£
Cash flows from operating activities:				
Net movement in funds for the year		(656,704)		1,067,199
Depreciation charges		76,747		73,231
Investment income		(126,157)		(124,940)
Loss on the disposal of fixed assets		-		4,259
Losses/(Gains) on investments		591,583		(762,130)
(Increase)/decrease in debtors		(3,834)		60,128
Increase/(decrease) in creditors		2,612		(11,840)
Net cash used in operating activities		(115,753)		305,907
Cash flows from investing activities:				
Investment income		126,157		124,940
Purchase of tangible fixed assets	(57,530)		(136,010)	
Purchase of fixed asset investments	(1,506,328)		(1,128,934)	
Proceeds from the sale of fixed asset investments	1,528,274		874,054	
Cash (deducted from)/added to investment cash	25,875		1,393	
		(9,709)		(389,497)
Net cash provided by investing activities		116,448		(264,557)
Increase/(decrease) in cash and cash equivalents in the year		695		41,350
Cash and cash equivalents at the beginning of the year		471,722		430,372
Total cash and cash equivalents at the end of the year		472,417		471,722

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards issued by UK accountancy bodies. The particular accounting policies adopted are described below.

(a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP 2019 (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

Hawthorne Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value, as modified for the revaluation of investments.

Further to a Uniting Direction issued by the Charity Commission, the financial statements aggregate the results and net assets of the Visiting Christian Science Nurse Service, London Field, Charity Registration number 209230-1.

Significant estimates and judgements include the assessment of the useful lives and residual values of Freehold land and buildings and other fixed assets and the assessment of appropriate rates of depreciation.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The company number and registered office of the company is given in the general information.

(b) Charitable company status

The charity is also a private company limited by guarantee and is registered in England and Wales. In the event of the charity being wound up, each member is liable to contribute an amount not exceeding £1.

(c) Preparation of the accounts on the going concern basis

The charity has total funds carried forward of £7,583,697. The trustees are of the view that this is more than sufficient to secure the long term future of the charity and that on this basis the charity is a going concern.

(d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Throughout the year guests were charged for the cost of their stay and asked to contribute what they could afford.

All contributions arise in respect of the charity's continuing activities.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material. Receipts of property, investments or other gifts in kind are included at market value.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

1. ACCOUNTING POLICIES (cont'd)

(e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity.

(f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific future purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work.

(g) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprises the costs of managing the investment funds.
- Expenditure on charitable activities includes the costs of providing nursing care, repairs to the care home and other activities undertaken to further the purposes of the charity and their associated support costs.

(h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include admin, finance, personnel, and governance costs which support the Trust's primary activity of providing a nursing facility. Support costs consist of those costs not directly attributable to the activities of the charity but which are necessary to support them.

(i) Tangible fixed assets

Assets with a useful life exceeding one year, costing in excess of £500 are capitalised at cost.

Depreciation is calculated to write off the cost of all tangible fixed assets, other than freehold land, which is not depreciated, in equal annual instalments over their estimated useful lives at the following rates:

	%
Buildings	2
Boilers/plant	5
Furniture, fixtures and fittings	10
Equipment	10
Computer equipment	20
Motor vehicles	20

(j) Operating leases

Operating lease rentals are recognised in the Statement of Financial Activities on a straight line basis over the period of the lease.

(k) Financial instruments

There are no complex instruments and all items are initially valued at cost/transaction value with investments being restated at fair value. Gains and losses on the restatement or disposal of investments are shown in the Statement of Financial Activities.

(l) Pensions

The Charity makes pension contributions into the Hawthorne Trust Group Personal Pension Plan (GPPP), which is a defined contribution pension scheme. The GPPP is with AEGON and managed by Buckland Harvester of 5 The Parsonage, Manchester M3 2HS. The Charity has no liability other than to make the defined contributions as they fall due.

Total contributions for the year are disclosed as other pension costs in Note 7.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

2. DONATIONS AND LEGACIES

	2022 £	2021 £
Donations	103,612	272,652
Legacies	546,010	333,539
	<u>649,622</u>	<u>606,191</u>

Of the £606,191 recognised in 2021, £560,041 was unrestricted fund income and £46,150 was restricted fund income.

3. INCOME FROM CHARITABLE ACTIVITIES

	2022 £	2021 £
Contributions due from guests	593,251	883,486
Amounts due from staff/students	34,471	46,140
Phone recoveries	1,032	3,107
Other recoveries	7,444	5,951
	<u>636,198</u>	<u>938,684</u>

Of the £938,684 recognised in 2021, £857,437 was unrestricted fund income and £81,247 was restricted fund income.

4. INVESTMENT INCOME

	2022 £	2021 £
From listed securities	125,624	124,479
Bank interest	533	461
	<u>126,157</u>	<u>124,940</u>

Of the £124,940 recognised in 2021, £99,175 was unrestricted fund income and £25,765 was restricted fund income.

5. COST OF RAISING FUNDS

	Direct Costs	Support Costs	Total 2022	Total 2021
Investment management fees	<u>£33,713</u>	<u>£Nil</u>	<u>£33,713</u>	<u>£30,520</u>

Of the £30,520 expenditure recognised in 2021, £26,339 was charged to unrestricted funds and £4,181 was charged to restricted funds.

6. COST OF CHARITABLE ACTIVITIES

	Direct Costs	Support Costs	Total 2022	Total 2021
Provision of nursing care	<u>£1,219,446</u>	<u>£223,939</u>	<u>£1,443,385</u>	<u>£1,334,226</u>

Of the £1,334,226 expenditure recognised in 2021, £1,171,789 was charged to unrestricted funds and £162,437 was charged to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

7. ANALYSIS OF DIRECT COSTS	Raising funds £	Charitable activities £	Total 2022 £	Total 2021 £
Salaries and wages	-	655,963	655,963	634,296
Social Security costs	-	55,122	55,122	53,164
Other pension costs	-	51,344	51,344	52,480
	-	762,429	762,429	739,940
Investment Managers fees	33,713	-	33,713	30,520
Food supplies	-	45,790	45,790	54,535
Nursing Supplies	-	26,480	26,480	26,477
Contributions to nursing fees	-	168,344	168,344	81,223
House sundries	-	44,038	44,038	49,089
Repairs, maintenance and leasing	-	28,612	28,612	37,146
Service contracts	-	138	138	1,105
Travel expenses and allowances	-	14,069	14,069	11,824
Other professional fees	-	25,573	25,573	23,847
Trust sundries	-	29,057	29,057	21,951
Depreciation	-	74,916	74,916	75,659
	<u>33,713</u>	<u>1,219,446</u>	<u>1,253,159</u>	<u>1,153,316</u>

Of the £1,153,316 recognised in 2021, £1,122,796 was charged to charitable activities and Other Expenditure of £30,520 was charged to raising funds.

8. ANALYSIS OF SUPPORT COSTS	Raising funds £	Charitable activities £	Total 2022 £	Total 2021 £
Salaries and wages	-	113,981	113,981	108,890
Social Security costs	-	13,517	13,517	8,378
Other pension costs	-	11,526	11,526	10,802
	-	139,024	139,024	128,070
Depreciation	-	1,831	1,831	1,831
Governance (Note 9)	-	4,869	4,869	4,619
Electricity and gas	-	33,534	33,534	32,696
Rates and insurance	-	36,218	36,218	37,348
Telephone	-	4,149	4,149	4,045
Printing, postage and stationery	-	4,314	4,314	2,821
	-	<u>223,939</u>	<u>223,939</u>	<u>211,430</u>

All of the £211,430 recognised in 2021 was charged to charitable activities.

9. GOVERNANCE COSTS	2022 £	2021 £
Auditors remuneration	3,900	4,200
Directors' expenses (Note 11)	969	419
	<u>4,869</u>	<u>4,619</u>

10. NET INCOME/(EXPENDITURE)	2022 £	2021 £
This is stated after charging:		
Depreciation	76,747	73,231
Auditors remuneration - audit services	3,900	4,200
Pension costs (defined contribution scheme)	<u>62,870</u>	<u>63,282</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

11. TRUSTEES' REMUNERATION AND EXPENSES

The trustees did not receive any remuneration in the current or prior year. Expenses amounting to £969 (2021: £419) were reimbursed to 4 (2021: 2) Trustees in the year for travel.

12. STAFF COSTS

	2022 £	2021 £
Staff costs during the year were as follows:		
Wages and salaries	769,944	743,186
Social security costs	68,639	61,542
Pension costs	62,870	63,282
	<u>901,453</u>	<u>868,010</u>

(a) The average number of persons employed by the company during the period was 26; 10 full time and 16 part time (2021: 28; 15 full time and 13 part time).

(b) Salaries and wages includes £45,260 (2021: £9,166) in respect of temporary staff.

(c) Higher paid staff. The number of staff whose total employee benefits (excluding employer's pension costs) exceeded £60,000 was as follows:

	2022	2021
£60,000 - £69,999	-	1
£70,000 - £79,999	1	-

(d) The key management personnel of the charity comprise the board, administrator, Christian Science nursing manager and the VCSNS manager. The total employee benefits of the key management personnel of the trust were £ 210,888 (2021: £192,934).

Under FRS 102, employee benefits include gross salary, benefits in kind, employer's national insurance and employer's pension costs.

13. TAXATION

As the Company has charitable status it is exempt from Corporation Tax on its charitable activities and capital gains, provided that its expenditure is for charitable purposes.

14. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Motor vehicles furniture and equipment £	Total £
COST			
At 1st October 2021	3,188,824	376,043	3,564,867
Additions	53,758	3,772	57,530
Disposals	-	-	-
At 30th September 2022	<u>3,242,582</u>	<u>379,815</u>	<u>3,622,397</u>
DEPRECIATION			
At 1st October 2021	1,111,385	278,285	1,389,670
Disposals	-	-	-
Charge for the year	56,851	19,896	76,747
At 30th September 2022	<u>1,168,236</u>	<u>298,181</u>	<u>1,466,417</u>
NET BOOK VALUE			
At 30th September 2022	<u>2,074,346</u>	<u>81,634</u>	<u>2,155,980</u>
At 30th September 2021	<u>2,077,439</u>	<u>97,758</u>	<u>2,175,197</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

15. FIXED ASSET INVESTMENTS

	Total £	Cash £	Government and Fixed Interest Securities £	Equities £	Unit Trusts £
Market value at 1 October 2021	5,595,935	140,953	836,930	1,451,129	3,166,923
Additions in the year	1,509,919	3,591	392,045	1,113,952	331
Disposal proceeds	(1,557,742)	(29,468)	(229,456)	(1,032,629)	(266,189)
Net investment gains/(losses)					
- Realised gains/(losses) on disposals	9,542	-	(15,623)	38,299	(13,134)
- Unrealised gains/(losses)	(601,125)	-	(152,944)	(415,154)	(33,027)
Market value at 30 September 2022	<u>4,956,529</u>	<u>115,076</u>	<u>830,952</u>	<u>1,155,597</u>	<u>2,854,904</u>
Cost at 30 September 2022	<u>4,602,041</u>	<u>115,074</u>	<u>983,953</u>	<u>984,569</u>	<u>2,518,445</u>
Cost at 30 September 2021	<u>4,283,199</u>	<u>140,953</u>	<u>822,750</u>	<u>1,281,515</u>	<u>2,037,981</u>

Government and Fixed Interest Securities, Equities and Unit Trusts Investments are quoted on a UK recognised stock exchange.

Of the £762,130 net realised and unrealised losses on investments recognised in 2021, gains of £668,120 related to unrestricted funds and gains of £94,010 related to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

16. DEBTORS	2022 £	2021 £
Trade debtors	24,207	21,028
Other debtors	2,902	8,807
Prepayments and accrued income	36,475	29,913
	<u>63,584</u>	<u>59,748</u>

17. CREDITORS: Amounts falling due within one year	2022 £	2021 £
Taxes and social security	21,312	13,398
Other creditors	12,470	11,048
Trade creditors and accruals	31,031	37,755
	<u>64,813</u>	<u>62,201</u>

18. RESERVES	Brought forward £	Income £	Expenditure £	Gains/ (Losses) on Investments £	Transfers £	Carried forward £
<u>2022</u>						
Unrestricted General Fund	<u>7,265,809</u>	<u>1,314,337</u>	<u>(1,215,319)</u>	<u>(511,983)</u>	<u>(50,000)</u>	<u>6,802,844</u>
Restricted Funds:						
Brenda Woodcock Memorial Fund	275,119	3,889	(5,554)	(25,479)		247,975
Charton Manor Benevolent Fund	64,588	-	(110,690)	-	50,000	3,898
VCSNS Fund	633,385	93,751	(145,535)	(54,121)		527,480
Gifts to Christian Science Nurses Fund	1,500	-	-	-		1,500
	<u>974,592</u>	<u>97,640</u>	<u>(261,779)</u>	<u>(79,600)</u>	<u>50,000</u>	<u>780,853</u>
	<u>8,240,401</u>	<u>1,411,977</u>	<u>(1,477,098)</u>	<u>(591,583)</u>	<u>-</u>	<u>7,583,697</u>

The Brenda Woodcock Memorial Fund is a restricted fund for the benefit of assisted living guests at Charton Manor.

The Charton Manor Benevolent Fund has been established as a restricted fund to provide contributions towards guests' costs in the case of need.

The VCSNS Fund provides benefit to those Christian Scientists usually living within 50 miles of central London who are in need of nursing in their own homes.

The Gifts to Christian Science Nurses Fund has been established with a view to providing occasional grants or gifts to Christian Science Nurses.

The trustees have authorised the transfer of £50,000 from unrestricted funds to restricted funds to support additional benevolent contributions made in the year.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2022

18. RESERVES (cont'd)

Comparative information for the movement in reserves in the previous year is as follows:

	Brought forward £	Income £	Expenditure £	Gains/ (Losses) on Investments £	Carried forward £
<u>2021</u>					
Unrestricted General Fund	6,279,164	1,516,653	(1,198,128)	668,120	7,265,809
Restricted Funds:					
Brenda Woodcock Memorial Fund	226,738	24,467	(1,112)	25,026	275,119
Charton Manor Benevolent Fund	72,575	21,740	(29,727)	-	64,588
VCSNS Fund	593,225	106,955	(135,779)	68,984	633,385
Gifts to Christian Science Nurses Fund	1,500	-	-	-	1,500
	<u>7,173,202</u>	<u>1,669,815</u>	<u>(1,364,746)</u>	<u>762,130</u>	<u>8,240,401</u>

19. NET ASSETS BY FUND

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
<u>2022</u>						
Tangible fixed assets	2,155,980	2,155,980	-	-	-	-
Investments	4,956,529	4,241,031	195,552	-	519,946	-
Net current assets	471,188	405,833	52,423	3,898	7,534	1,500
As at 30th September 2022	<u>7,583,697</u>	<u>6,802,844</u>	<u>247,975</u>	<u>3,898</u>	<u>527,480</u>	<u>1,500</u>

Comparative information for the analysis of net assets by fund in the previous year is as follows:

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
<u>2021</u>						
Tangible fixed assets	2,175,197	2,175,197	-	-	-	-
Investments	5,595,935	4,770,954	218,885	-	606,096	-
Net current assets	469,269	319,658	56,234	64,588	27,289	1,500
As at 30th September 2021	<u>8,240,401</u>	<u>7,265,809</u>	<u>275,119</u>	<u>64,588</u>	<u>633,385</u>	<u>1,500</u>

NOTES ON FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH SEPTEMBER 2022

20. COMPANY STATUS AND MEMBERSHIP

The Company is a private company limited by guarantee and without a share capital registered in England and Wales. The liability of the members is limited and every member of the Company undertakes to contribute up to £1 to the assets of the Company in the event of its being wound up. At 30th September 2022 there were 15 members.

The registered office of the company is at Hawthorne Trust Ltd, Charton Manor, Gorse Hill, Farningham, Kent, DA4 0JT.

21. RELATED PARTIES

Other than the transactions with trustees/directors disclosed in note 11, there were no other transactions with related parties which require disclosure.

22. CONTRACTUAL COMMITMENTS

There were no contractual commitments as at the year end (2021: None).

HAWTHORNE TRUST LIMITED
OPERATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2022

HAWTHORNE TRUST LIMITED		Year ended	Year ended
OPERATING INCOME AND EXPENDITURE ACCOUNT		30 September	30 September
FOR THE YEAR ENDED 30TH SEPTEMBER 2022		Note	2021
		2022	
INCOME			
Due from guests for nursing services (excl. phones)	1	593,251	883,486
Due from staff and students (excl. phones)		34,471	46,140
Phone recoveries		1,032	3,107
Other recoveries		7,444	5,951
Amounts considered doubtful		0	0
Total contributions received from continuing operations		636,198	938,684
Donations and gifts - unrestricted		103,612	230,912
Donations and gifts - restricted (Benevolent Fund)		0	21,740
Donations and gifts - restricted (Brenda Woodcock Memorial Fund)		-	20,000
Donations and gifts - restricted (Gifts to Christian Science Nurses Fund)		0	-
Legacies		546,010	333,539
Investment income		126,157	124,940
Total income		1,411,977	1,669,815
EXPENDITURE			
<u>Cost of raising funds</u>			
Investment Managers fees		33,713	30,520
<u>Charitable activities</u>			
Contributions towards patients fees by HTLVSCNS Benevolent Fund	1	168,344	81,223
Salaries, social security costs and pension costs		762,429	739,940
Food supplies		45,790	54,535
Nursing Supplies		25,681	25,527
Laundry		798	950
House sundries		44,039	49,089
Repairs, maintenance and leasing		28,612	37,146
Recruitment advertising		895	975
Service contracts		138	1,105
Travel expenses and allowances		14,069	11,824
Other professional fees		25,573	23,847
Trust sundries		28,162	20,976
Depreciation		74,916	71,400
Loss on disposal		0	4,259
Total costs in furtherance of the charity's objects		1,219,446	1,122,796
<u>Support costs</u>			
Salaries, social security costs and pension costs		139,024	128,070
Depreciation		1,831	1,831
<u>Other support costs:</u>			
Electricity and gas		33,534	32,696
Rates and insurance		36,218	37,348
Telephone		4,149	4,045
Printing, postage and stationery		4,314	2,821
Total support costs		219,070	206,811
<u>Governance costs</u>			
Professional fees (auditor's remuneration)		3,900	4,200
Directors expenses		969	419
Total management and administrative expenditure		4,869	4,619
Total expenditure		1,477,098	1,364,746
NET (EXPENDITURE)/INCOME		(65,121)	305,069
<u>Gains on investments</u>			
Realised gains/(losses) on disposal of investments		9,542	90,234
Unrealised (losses)/gains on investments		(601,125)	671,896
NET MOVEMENT IN FUNDS		(£656,704)	£1,067,199
<i>Note 1: Income due from guests for nursing services was funded as follows</i>			
Aid Fund for Christian Scientists in Need of Nursing Care	%	0	%
Hawthorne Trust and other Benevolent Funds	28.4	168,344	9.6
Guests and other private means	71.6	424,907	58.7
	100	593,251	100.0

This page does not form part of the audited financial statements but is based upon the accounting records of the company which have been subject to audit.

HAWTHORNE TRUST LIMITED

England & Wales - Charity number 209230

Accounts

HAWTHORNE TRUST LIMITED
(A Company Limited by Guarantee)

INCORPORATING

THE VISITING CHRISTIAN SCIENCE NURSE SERVICE, LONDON FIELD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 SEPTEMBER 2021

Company Number: 293710
Charity Number: 209230

HAWTHORNE TRUST LIMITED

GENERAL INFORMATION

Charity Registration Number	209230
Company Registration Number	293710
Governing Instrument	Memorandum and Articles of Association dated 18th November 2021, as amended. The principal aim is to provide nursing care based on Christian Science principles.
Directors (Trustees)	Mr B Blandford Mrs M Chaplin Mr G H Ekins (Appointed 18/03/2021) Mrs G A Smith Mr A M Holland (Appointed 19/12/2021)
CEO/Administrator	Mrs E P Lawal
Registered Office	Charton Manor Gorse Hill Farningham Kent DA4 0JT
Independent Auditors	Myrus Smith Chartered Accountants Statutory Auditors Norman House, 8 Burnell Road, Sutton London SM1 4BW
Bankers	Lloyds Bank Plc 130 The Broadway Bexleyheath Kent DA6 7DP
Investment Managers	Investec Wealth & Investment Ltd 30 Gresham Street London EC2V 7QN & Sanlam Private Investments (UK) Ltd 16 South Park Sevenoaks Kent TN13 1AN
Solicitor	Stone King Boundary House 91 Charterhouse Street London EC1M 6HR
Insurance Brokers	Arthur J. Gallagher Insurance Brokers Limited Temple Circus House Temple Way Bristol BS1 6HG

TRUSTEES' ANNUAL REPORT

The Directors (Trustees) known as the Board have the pleasure of presenting their annual report and audited financial statements of Hawthorne Trust Limited (HTL) known as the Company for the year ended 30th September 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in October 2019 in preparing the annual report and financial statements of the Company.

REFERENCE AND ADMINISTRATION DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISORS

Details of the current directors and advisors are shown under General Information.

MISSION AND OBJECTS

Our mission is: "Loving to heal the Christ way."

The objects for which the Company is established are to provide and maintain in England a Christian Science House being a nursing home operated in accordance with the practice and principles of the body known as the Church of Christ, Scientist.

REGULATORY BASIS

The principal activity of the Company continues to be the operation of a Christian Science nurse care home known as Charton Manor registered with the CQC as a 'care home not providing medicines or medical treatment'. We also operate the Visiting Christian Science Nursing Service, London Field (VCSNS) which is registered with the CQC as a Domiciliary Care Agency. The glowing reports received from those who have received either of our Christian Science nursing services are proof of their utility.

During the worldwide healthcare situation, we were additionally challenged by the loss of our accreditation by The Commission for Accreditation of Christian Science Nursing Facilities/Organizations, which inspects the standards of Christian Science nursing facilities worldwide, at a time when understandably our focus was ensuring that proper care was given to our Christian Science nursing patients and residents. Our paperwork records and training, including ongoing on-the-job professional training, were not adequate and did not meet The Commission's requirements. However, we were commended for the compassion and care given. We are keen to be reaccredited as soon as possible and are taking many steps to achieve reaccreditation. A formal Serious Incident (Loss of Reputation) report was submitted to, and acknowledged by, the Charity Commission and no further action is currently required by the Trustees.

We continue to offer continuity of Christian Science nursing care for our current Christian Science nursing care patients and Assisted Living residents. At the request of The Mother Church, from May 2021 and until such time as we regain our accreditation, we are only able to admit new Christian Science nursing care patients needing light Christian Science nursing care.

We offer a residential Assisted Living (AL) provision for Christian Scientists. This programme provides invaluable support and encouragement for the metaphysical basis of the healing work undertaken at Charton Manor.

We also offer "Rest and Study" where paying guests can be free of day-to-day concerns in order to find refreshment and renewed inspiration through prayer.

We operate as a charity and are registered with the Charity Commission. We do not engage in significant publicity or in any fundraising from the general public, as we derive our income from the payment of fees, income from investments and bequests, and generous donations from churches and supporters of our ministry. Consequently, we do not participate in any fundraising regulation scheme.

Our entire infrastructure is focused on supporting the healing practice of Christian Science.

ACHIEVEMENTS AND PERFORMANCE

Our aim, as ever, at the start of the financial year was to continue to provide Christian Science nursing at Charton Manor; to provide excellent facilities for our residents, patients, guests and staff - and to achieve these aims within our budget. This we did, despite some difficult business conditions caused by the ongoing Corona pandemic.

Our team of Christian Science nurses has worked tirelessly to provide for our patients' and residents' needs and good healing has been witnessed. The VCSNS has also been very busy with Christian Science nursing care cases following the trend of individuals preferring to remain in their own homes whilst being cared for by a Christian Science nurse. On occasion, our Visiting Christian Science Nurse has visited Christian Scientists well beyond the radius of the London Field.

Charton Manor can call on the services of external "Private Duty" Christian Science nurses, as well as those Christian Science nurses employed by HTL.

Whitehaven Trust Limited, who operated a similar Christian Science nursing facility in Wales, generously loaned two of their Christian Science nursing staff to us for seven months during the pandemic, while they were not open. This most generous act was invaluable to us at a very challenging time, and we are most grateful to them.

TRUSTEES' ANNUAL REPORT - CONTINUED

ACHIEVEMENTS AND PERFORMANCE (continued)

We employ an Activities Co-ordinator who organises in-house "church services", concerts, hands-on activities such as art and craft work, dancing and visits by speakers, in many cases supplied by volunteers who love the House and its mission. Such activities have had to change their character since March 2020, but patients, and residents, have been cared for in many new ways.

We are grateful to have welcomed Ms. Florence Mutambara as our new Christian Science Nursing Manager ably assisted by Ms Martina Gaskell, her Deputy.

We held an on-line Open Day in June when Ms Liliana Härter CS of Switzerland gave an inspiring address. The Open Day was viewed live by over 400 and the recording, now posted on our website www.chartonmanor.org, has been viewed countless times. Much appreciation has been expressed for its message of caring, healing and joy.

Hawthorne Trust Limited's guiding document, its Articles of Association, has been updated and approved by The Charity Commission and Companies House.

We have completed the building project planned last year resulting in two additional new en-suite resident staff rooms and an additional resident staff laundry, and also replaced some windows.

All Christian Science nursing staff were offered, and some provided with, tablet computers pre-loaded with inspirational study tools. Part of the cost of these was generously met by the Pension Trust for Christian Science Nurses Benevolent Fund.

FINANCIAL REVIEW

A steady level of occupancy has continued from the previous year right through this year, averaging 42% for Christian Science nursing care and 33% for Assisted Living residential care. Throughout the year we had an average 6 Assisted Living residents, most of whom needed extra Christian Science nursing care, plus 3 Christian Science nursing care patients. Christian Science nursing staff were stretched at most times but able to meet the demands made of them.

We are very grateful for donations received from individuals, Christian Science organisations and Christian Science churches. We continued to receive grants from Kent County Council for infection control totalling £37,464.

The Aid Fund for Christian Scientists in Need of Nursing Care made generous grants to the patients of both HTL and the VCSNS until the end of April 2021. Thereafter, the Hawthorne Trust Benevolent Fund supported patients in need of financial assistance. The Hawthorne Trust Benevolent Fund gave over £50,000 in grants from May 2021 to September 2021. The Brenda Woodcock Memorial Fund gave support towards residential care costs totalling £6,500.

On 1st May 2021 the VCSNS set up its own Benevolent Fund to financially support its patients until such time as the Aid Fund for Christian Scientists in Need of Nursing Care reinstate their grants. This benevolence totalled over £30,000 from May 2021 to September 2021.

Investment Income was slightly higher at £124,940 compared with £121,738 last year. Our investment portfolio recovered some value following last year's Covid-related sharp decline.

Our total income for the year was £1,669,815 (2020 - £1,212,604) and total expenditure was £1,364,746 (2020 - £1,284,791). The net surplus was £305,069 (2020 - Deficit £72,187).

We were very grateful for the legacies received of £333,539 (2020 - £125,517)

RESERVES POLICY

From an accounting standpoint, and in the context of the Company, 'Reserves' means the total value of assets less the total value of liabilities.

Total value of assets comprises

- 1) Tangible fixed assets (land, buildings, motor vehicles, equipment)
- 2) Investments (investments managed by Investec Wealth & Investment Ltd and Sanlam Private Investments (UK) Ltd)
- 3) Debtors (mainly amounts owing by patients, and some other receivables)
- 4) Cash at Bank and in hand

TRUSTEES' ANNUAL REPORT - CONTINUED

RESERVES POLICY (continued)

Total value of liabilities comprises:

Creditors (amounts owing to trade creditors, and to HM Revenue and Customs for staff PAYE and National Insurance contributions).

Total Reserves as at September 30, 2021 were £8,240,401 (£1,067,199 higher than 2020) these may also be considered as funds.

Looking at the separate categories, the value of the tangible fixed assets has increased to £2,175,197 (2020: £2,116,677). These, primarily the buildings, are considered 'fixed' in the sense that they could not be sold readily to generate cash, without undermining the ongoing work of the Company. The only likely realisation for these assets would be in the event of a closure of Charton Manor.

At 30 September 2021 investment assets that could easily be turned into cash (also referred to as 'liquid assets') were valued at £5,595,935 and make a key financial contribution to Hawthorne Trust's income each year. As stated earlier the investment represented £124,940, meeting approximately 9.2% of Hawthorne Trust's expenditure. Investment income will vary with the level of reserves and market conditions, but over the last 10 years has produced a valuable £1,000,000 plus income for the Company. It is the policy of the Company to add to these investments when income allows (particularly income from donations and legacies). Similarly, investments are sold when necessary to meet the operating costs of the Trust. Any decrease in investments also influences the investment income level generated in following years.

In 2021, total reserves increased by £1,067,199 (2020: decreased by £537,463). In the medium term, the trustees intend to have the reserve target to be its pre covid-19 levels, considering our long-term investment plans and the recovery of the stock market.

The other categories (debtors, cash at bank and in hand, and creditors) are of a comparatively small net value. More information about them can be found in the Balance Sheet and in the Notes to the Accounts.

The funds are explained in Notes 18 and 19 to these accounts. Of the total of £8,240,401, £633,385 is held in the VCSNS Fund (restricted funds for this activity). The remainder is available for the other activities of the Company, through restricted and unrestricted funds, specifically the operation of Charton Manor - and represents over five years' expenditure.

The Company needs to be able to demonstrate financial viability to the CQC. It is also a requirement of our sponsor's licence with UK Visas and Immigration, where we need to continue bringing in staff and trainees from abroad, demonstrating that we have sufficient reserves to qualify for our 'A-rated' status. Taking into account donations and legacies, and uncertainties over future investment growth, the Board nevertheless considers there to be adequate levels of reserves. The Trustees' policy is to maintain a sufficient level of reserves to allow it to continue to provide, for the foreseeable future, a care home for Christian Science residents and short-term Christian Science nursing care for students of Christian Science. This also has regard to the need for ongoing investment in the premises.

INVESTMENT POLICY AND OBJECTIVES

All Investments held have been acquired in accordance with the Trust's powers; they are managed by our portfolio managers at Investec and Sanlam to provide mixture of capital growth and income on medium risk basis. Investments are made only in those areas of the market that are not involved with armaments, tobacco, drugs, or alcohol. The investments are reviewed regularly by the administrator with the portfolio managers, and the Trustees meet with those managers at least once a year. The company holds a detailed investment policy approved by the Trustees.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Board, consisting of between four and seven individuals, is drawn from the members of the Company, meaning that they have some prior experience of the working of the Company. New Board members are elected by the existing Board after an interview process; the election of new Board members is formally confirmed by an election at the next Annual General Meeting of the Company. There were four Board members at the financial year end. Board members hold office for three years from the time of their formal election; thereafter they are eligible to offer themselves for re-election for a further three years, and subsequently for two terms of one year each.

Board members are expected to make use of the many Charity Commission guidelines for their self-training and are booked into training seminars given by professionals for external training. Requests for Trustee training are encouraged. They are expected to attend an orientation programme for Board members arranged by the Christian Science Nursing Department of Charton Manor.

TRUSTEES' ANNUAL REPORT - CONTINUED

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

The number of Company members can range from five to 30; there were 17 on September 30 2021. Christian Scientists who are members of the Church of Christ, Scientist, and who have been taught by an authorised teacher of Christian Science are invited by the Board to join the Company and represent their branch church or society.

The Board meets at least monthly and Company Members meet quarterly for reports and workshops on the work of the Trust. The Board is kept abreast of developments regularly by management and receive monthly financial and inspection reports. Indemnity insurance is in place for all Trustees.

The day-to-day administration of HTL is delegated to the Administrator Mrs Ednah Lawal who, for the purposes of the Care Quality Commission (CQC), is the 'Nominated Individual responsible for supervising the management of the care home', Charton Manor. The Administrator is aided in her work by the Executive Secretary and Services Manager.

The management of Christian Science nursing and the overseeing of the training of Christian Science nurses at the care home is carried out by Ms Florence Mutambara, the Christian Science Nursing Manager (CSNM) who, for the purposes of the CQC, is the 'Registered Manager of the care home'.

The management of the Visiting Christian Science Nurse Service, London Field, (VCSNS, registered as a 'Domiciliary Care Agency') is carried out by the VCSNS Manager Mrs Valerie McIntyre who, for the purposes of the CQC, is the 'Registered Manager of the VCSNS' providing care in an individual's home. The VCSNS remains a separate legally distinct charity and has its own aims, objectives and funds but currently shares the same charity number as HTL and is under the direction of the Board of the Company.

The pay of all Key Management Personnel is set by the Board.

Pay is reviewed regularly and determined by the Board to ensure it is commensurate with the high standards demanded of our nursing, training, housekeeping and administrative staff. Regular appraisals are given and goals are agreed for all staff.

Professional development for staff is encouraged and is undertaken as needs arise.

RISK AND UNCERTAINTIES

The Board concluded their annual Risk Assessment Review in December 2020 (updated January 2021) and also drew up a revised Business Continuity Plan (BCP) to address specific steps to be taken in the event of any major interruption to the ongoing activities of the work of the Trust. The principal risks and uncertainties identified were satisfied by regular Fire Drills to keep staff aware and alert to this requirement; clear policies governing safeguarding for patients and staff; compliance with Health and Safety needs; transportation policy, gift policy; Disclosure and Barring Service (DBS) clearances for all staff; security processes for visitors and family members. The Trust remains ready and alert for Environmental Health and CQC inspections.

The Board meets annually with, and monitors and communicates with, our investment managers to discuss the performance of our investments which are paramount to the future of the Trust. As part of this, benchmarks may be reset and the nature of ethical investments is also reviewed. Part of the risk assessment each year is our insurance policy which includes a liability section for Employers and Public as well as Directors and Officer indemnity.

The Trust continues to invest in expert consultants in HR and H&S support.

TRUSTEES' ANNUAL REPORT - CONTINUED

STRATEGIC REVIEW AND FUTURE PLANS

Our long-term aim is to achieve and maintain into the future the sustainability of Charton Manor and its fundamental role in Christian Science nursing and Christian Science healing. In considering the methods by which to attain this objective, the Board starts with the confidence that they will be shown the correct steps to take to impel the spiritual progress of Charton Manor, and will be led to make correct short and long term decisions. The following are areas of anticipated progress:

As part of our ongoing project to update the property we have added two en-suite resident staff rooms for our Christian Science nurses.

We continue to benefit from fully equipped nursing rooms, a dedicated team of maintenance and housekeeping staff and an excellent kitchen service. Equipment, as well as furniture and decorating, is kept under constant review, and is replaced as and when necessary. Our well-kept grounds continue to be a peaceful source of comfort for staff and residents alike.

The provision of more Christian Science nurses is essential to enable us to meet the needs of Christian Scientists. However, the loss of our Christian Science Nurses Training Centre's accreditation means that we are not able to provide Christian Science nurses training classes until re-accreditation is gained.

We are grateful for the donations received from individuals and Christian Science churches, and for Kent County Council grants that enable us to continue our work and ministry.

Patients, residents and guests: Our aim is to have a full complement of Assisted Living residents, and to this end we are constantly looking to make our provision of accommodation better known. We have invited our Services Manager, Rex Mendis, to create a virtual tour of the House on our website, so that potential residents can have an overview before travelling to visit. Those interested in having their home at Charton Manor can stay for a two month trial period subject to mutual agreement.

Now that travel and visiting become feasible again, we look forward to receiving requests for our Rest and Study offering, which has scarcely been used during the year. Advertising of this facility, together with some virtual tours of the study facilities, will take place as soon as feasible.

Our aim is to be able to offer our Christian Science nursing services to all who wish to rely on prayer and the support of a Journal-listed Christian Science practitioner for healing. Witnessing healing, when a former patient leaves the House completely healed, is a privilege and joy; and it is our core mission.

Electronic resources: Over the past few years many of our rooms have been equipped with digital devices and screens to enable occupants to connect with the world outside Charton Manor. This offering is being steadily enhanced and expanded and has been a blessing during times of isolation. In addition, it is anticipated that the use of platforms such as Zoom will be used in the future, where feasible, for training purposes, enabling us to offer Christian Science nurses training, for example, to a wider group within our church.

PUBLIC BENEFIT

The Trustees have had regard to the Charity Commission's guidance on public benefit, and we abide by the underlying premise that none shall be denied the care they need because they cannot meet the cost. Frequently, however, the fees are beyond the resources of those who are admitted as patients. Those who do not have the financial means are encouraged to apply to the Hawthorne Trust Benevolent Fund.

The provision of training for Christian Science nurses, to serve not only in the UK but all over the world, is expensive, but most of the cost is met by Hawthorne Trust Limited.

Finally, the provision of affordable accommodation for those Christian Scientists who wish to live in an environment consistent with their religious beliefs is made possible by our Assisted Living programme. The Brenda Woodcock Memorial Fund provides assistance in case of need for those living at Charton Manor under the AL provision.

TRUSTEES' ANNUAL REPORT - CONTINUED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors (who are also the Trustees of Hawthorne Trust Limited for the purposes of charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Directors of the charitable company to prepare financial statements for each financial year. Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP 2019 (FRS 102);
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial report;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

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

In so far as the Directors are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

AUDITORS

Myrus Smith, Chartered Accountants were appointed as auditors and a resolution to re-appoint them will be put to the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Chorton Manor
Gorse Hill
Farningham
Kent DA4 0JT

17th February 2022

By Order of the Board



Margaret Chaplin
Director

HAWTHORNE TRUST LIMITED

Opinion

We have audited the financial statements of Hawthorne Trust Limited for the year ended 30 September 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow statement, 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 parent charitable company's affairs as at 30 September 2021 and of the charitable company's net movement in funds, including the income and expenditure, for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to a Serious Incident (Loss of Reputation) report lodged with the Charity Commission and referred to on Page 1. No further action is required by the Trustees. Our audit opinion is not modified in respect of the matter emphasised.

Conclusions relating to going concern

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

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

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

Other information

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

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

Opinion on other matters prescribed by the Companies Act 2006

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

the information given in the Trustees' Annual Report (which the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

the directors' report included within the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

HAWTHORNE TRUST LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report (which incorporates the directors' report).

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

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

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Enquiry of management and those charged with governance about actual and potential litigation or claims and the identification of non-compliance with laws and regulations.

Reviewing minutes of meetings of those charged with governance

Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Auditing the risk of management override of controls, including testing journal entries and other adjustments for appropriateness; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

HAWTHORNE TRUST LIMITED

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

Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud.

Professional scepticism in course of the audit and with audit sampling in material audit areas

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Stephen Jones FCA
Senior Statutory Auditor

For and on behalf of
Myrus Smith
Chartered Accountants and Statutory Auditors
Norman House, 8 Burnell Road
Sutton, Surrey
SM1 4BW

17 February 2022

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE)

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Income from:					
Donations and legacies	2	560,041	46,150	606,191	351,829
<i>Charitable activities:</i>					
Contributions received	3	857,437	81,247	938,684	739,037
Investment income	4	99,175	25,765	124,940	121,738
Total Income		<u>1,516,653</u>	<u>153,162</u>	<u>1,669,815</u>	<u>1,212,604</u>
Expenditure on:					
<i>Cost of raising funds:</i>					
Investment management fees	5	26,339	4,181	30,520	34,522
<i>Expenditure on charitable activities:</i>					
Provision of care services	6	1,171,789	162,437	1,334,226	1,250,269
Total expenditure		<u>1,198,128</u>	<u>166,618</u>	<u>1,364,746</u>	<u>1,284,791</u>
Net income/(expenditure) before investment gains		318,525	(13,456)	305,069	(72,187)
Net gains/(losses) on investments	15	668,120	94,010	762,130	(465,276)
Net income/(expenditure)	10	<u>986,645</u>	<u>80,554</u>	<u>1,067,199</u>	<u>(537,463)</u>
Transfers between funds	18	-	-	-	-
Net Movement in Funds		<u>986,645</u>	<u>80,554</u>	<u>1,067,199</u>	<u>(537,463)</u>
Reconciliation of funds:					
Fund balances at the start of the reporting period	18	6,279,164	894,038	7,173,202	7,710,665
Fund balances at the end of the reporting period	18	<u>7,265,809</u>	<u>974,592</u>	<u>8,240,401</u>	<u>7,173,202</u>

The Charitable Company had no recognised gains or losses other than those disclosed in the Statement of Financial Activities above. All activities are continuing.

The unrestricted funds are general funds of the trust and the restricted funds are made up of: The Benevolent Fund, The Brenda Woodcock Memorial Fund, The Visiting Christian Science Nurse Service Fund and The Gifts to Christian Science Nurses Fund.

BALANCE SHEET

Company Number: 293710

AS AT 30TH SEPTEMBER 2021

		2021		2020	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	14		2,175,197		2,116,677
Investments	15		<u>5,595,935</u>		<u>4,580,318</u>
			7,771,132		6,696,995
CURRENT ASSETS					
Debtors	16	59,748		119,876	
Cash at bank and in hand		<u>471,722</u>		<u>430,372</u>	
		531,470		550,248	
CREDITORS: amounts falling due within one year	17	<u>62,201</u>		<u>74,041</u>	
NET CURRENT ASSETS			<u>469,269</u>		<u>476,207</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	19		<u>8,240,401</u>		<u>7,173,202</u>
THE FUNDS OF THE CHARITY					
Unrestricted					
General Funds	18		7,265,809		6,279,164
Restricted					
Hawthorne Trust [Charlton Manor] Benevolent Fund	18		64,588		72,575
Brenda Woodcock Memorial Fund	18		275,119		226,738
Visiting Christian Science Nurse Service	18		633,385		593,225
Gifts to Christian Science Nurses Fund	18		<u>1,500</u>		<u>1,500</u>
TOTAL CHARITY FUNDS			<u>8,240,401</u>		<u>7,173,202</u>

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved and authorised for issue by the Board of Directors (Trustees) on 17. 2. 2022 and signed on its behalf by:



Director (Trustee)
M Chaplin



Director (Trustee)
B Blandford

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

	2021		2020	
	£	£	£	£
Cash flows from operating activities:				
Net movement in funds for the year		1,067,199		(537,463)
Depreciation charges		73,231		71,417
Investment income		(124,940)		(121,738)
Loss on the disposal of fixed assets		4,259		-
Losses/(Gains) on investments		(762,130)		465,277
(Increase)/decrease in debtors		60,128		(27,071)
Increase/(decrease) in creditors		(11,840)		5,343
Net cash used in operating activities		305,907		(144,235)
Cash flows from investing activities:				
Investment income		124,940		121,738
Purchase of tangible fixed assets	(136,010)		(26,676)	
Purchase of fixed asset investments	(1,128,934)		(883,858)	
Proceeds from the sale of fixed asset investments	874,054		813,347	
Cash (deducted from)/added to investment cash	1,393		(44,359)	
		(389,497)		(141,546)
Net cash provided by investing activities		(264,557)		(19,808)
Increase/(decrease) in cash and cash equivalents in the year		41,350		(164,043)
Cash and cash equivalents at the beginning of the year		430,372		594,415
Total cash and cash equivalents at the end of the year		471,722		430,372

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards issued by UK accountancy bodies. The particular accounting policies adopted are described below.

(a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP 2019 (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

Hawthorne Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value, as modified for the revaluation of investments.

Further to a Uniting Direction issued by the Charity Commission, the financial statements aggregate the results and net assets of the Visiting Christian Science Nurse Service, London Field, Charity Registration number 209230-1.

Significant estimates and judgements include the assessment of the useful lives and residual values of Freehold land and buildings and other fixed assets and the assessment of appropriate rates of depreciation.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The company number and registered office of the company is given in the general information.

(b) Charitable company status

The charity is also a private company limited by guarantee and is registered in England and Wales. In the event of the charity being wound up, each member is liable to contribute an amount not exceeding £1.

(c) Preparation of the accounts on the going concern basis

The charity has total funds carried forward of £8,240,401. The trustees are of the view that this is more than sufficient to secure the long term future of the charity and that on this basis the charity is a going concern.

(d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Throughout the year guests were charged for the cost of their stay and asked to contribute what they could afford.

Further contributions towards guests' costs were received from The Aid Fund for Christian Scientists in Need of Nursing Care ("The Aid Fund"). The balance of the costs incurred by guests were met from the resources of the charity.

All contributions arise in respect of the charity's continuing activities.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material. Receipts of property, investments or other gifts in kind are included at market value.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

1. ACCOUNTING POLICIES (cont'd)

(e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity.

(f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific future purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work.

(g) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprises the costs of managing the investment funds.
- Expenditure on charitable activities includes the costs of providing nursing care, repairs to the care home and other activities undertaken to further the purposes of the charity and their associated support costs.

(h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include admin, finance, personnel, and governance costs which support the Trust's primary activity of providing a nursing facility. Support costs consist of those costs not directly attributable to the activities of the charity but which are necessary to support them.

(i) Tangible fixed assets

Assets with a useful life exceeding one year, costing in excess of £500 are capitalised at cost.

Depreciation is calculated to write off the cost of all tangible fixed assets, other than freehold land, which is not depreciated, in equal annual instalments over their estimated useful lives at the following rates:

	%
Buildings	2
Boilers/plant	5
Furniture, fixtures and fittings	10
Equipment	10
Computer equipment	20
Motor vehicles	20

(j) Operating leases

Operating lease rentals are recognised in the Statement of Financial Activities on a straight line basis over the period of the lease.

(k) Financial instruments

There are no complex instruments and all items are initially valued at cost/transaction value with investments being restated at fair value. Gains and losses on the restatement or disposal of investments are shown in the Statement of Financial Activities.

(l) Pensions

The Charity makes pension contributions into the Hawthorne Trust Group Personal Pension Plan (GPPP), which is a defined contribution pension scheme. The GPPP is with AEGON and managed by Buckland Harvester of 5 The Parsonage, Manchester M3 2HS. The Charity has no liability other than to make the defined contributions as they fall due.

Total contributions for the year are disclosed as other pension costs in Note 7.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Donations	272,652	226,312
Legacies	333,539	125,517
	<u>606,191</u>	<u>351,829</u>

Of the £351,829 recognised in 2020, £302,549 was unrestricted fund income and £49,280 was restricted fund income.

3. INCOME FROM CHARITABLE ACTIVITIES

	2021 £	2020 £
Contributions due from guests	883,486	672,363
Amounts due from staff/students	46,140	46,857
Phone recoveries	3,107	997
Other recoveries	5,951	18,820
	<u>938,684</u>	<u>739,037</u>

Of the £739,037 recognised in 2020, £668,487 was unrestricted fund income and £70,550 was restricted fund income.

4. INVESTMENT INCOME

	2021 £	2020 £
From listed securities	124,479	121,008
Bank interest	461	730
	<u>124,940</u>	<u>121,738</u>

Of the £121,738 recognised in 2020, £101,592 was unrestricted fund income and £20,146 was restricted fund income.

5. COST OF RAISING FUNDS

	Direct Costs	Support Costs	Total 2021	Total 2020
Investment management fees	<u>£30,520</u>	<u>£Nil</u>	<u>£30,520</u>	<u>£34,522</u>

Of the £34,522 expenditure recognised in 2020, £29,517 was charged to unrestricted funds and £5,005 was charged to restricted funds.

6. COST OF CHARITABLE ACTIVITIES

	Direct Costs	Support Costs	Total 2021	Total 2020
Provision of nursing care	<u>£1,122,796</u>	<u>£211,430</u>	<u>£1,334,226</u>	<u>£1,250,269</u>

Of the £1,250,269 expenditure recognised in 2020, £1,139,837 was charged to unrestricted funds and £110,432 was charged to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

7. ANALYSIS OF DIRECT COSTS

	Raising funds £	Charitable activities £	Total 2021 £	Total 2020 £
Salaries and wages	-	634,296	634,296	653,139
Social Security costs	-	53,164	53,164	52,804
Other pension costs	-	52,480	52,480	49,669
	-	739,940	739,940	755,612
Investment Managers fees	30,520	-	30,520	34,522
Food supplies	-	54,535	54,535	51,160
Nursing Supplies	-	26,477	26,477	15,850
Contributions to nursing fees	-	81,223	81,223	-
House sundries	-	49,089	49,089	46,636
Repairs, maintenance and leasing	-	37,146	37,146	22,233
Service contracts	-	1,105	1,105	1,105
Travel expenses and allowances	-	11,824	11,824	8,888
Other professional fees	-	23,847	23,847	32,960
Trust sundries	-	21,951	21,951	29,554
Depreciation	-	75,659	75,659	69,271
	<u>30,520</u>	<u>1,122,796</u>	<u>1,153,316</u>	<u>1,067,791</u>

Of the £1,069,708 recognised in 2020, £1,035,186 was charged to charitable activities and Other Expenditure of £34,522 was charged to raising funds.

8. ANALYSIS OF SUPPORT COSTS

	Raising funds £	Charitable activities £	Total 2021 £	Total 2020 £
Salaries and wages	-	108,890	108,890	106,685
Social Security costs	-	8,378	8,378	11,433
Other pension costs	-	10,802	10,802	10,590
	-	128,070	128,070	128,708
Depreciation	-	1,831	1,831	2,146
Governance (Note 9)	-	4,619	4,619	11,363
Electricity and gas	-	32,696	32,696	28,704
Rates and insurance	-	37,348	37,348	36,915
Telephone	-	4,045	4,045	3,658
Printing, postage and stationery	-	2,821	2,821	3,589
	-	<u>211,430</u>	<u>211,430</u>	<u>215,083</u>

All of the £215,083 recognised in 2020 was charged to charitable activities.

9. GOVERNANCE COSTS

	2021 £	2020 £
Auditors remuneration	4,200	10,620
Directors' expenses (Note 11)	419	743
	<u>4,619</u>	<u>11,363</u>

10. NET INCOME/(EXPENDITURE)

	2021 £	2020 £
This is stated after charging:		
Depreciation	73,231	71,417
Auditors remuneration - audit services	4,200	10,620
Pension costs (defined contribution scheme)	<u>63,282</u>	<u>49,669</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

11. TRUSTEES' REMUNERATION AND EXPENSES

The trustees did not receive any remuneration in the current or prior year. Expenses amounting to £419 (2020: £743) were reimbursed to 2 (2020: 4) Trustees in the year for travel.

12. STAFF COSTS

	2021 £	2020 £
Staff costs during the year were as follows:		
Wages and salaries	743,186	767,286
Social security costs	61,542	59,403
Pension costs	63,282	63,435
	<u>868,010</u>	<u>890,124</u>

(a) The average number of persons employed by the company during the period was 28; 15 full time and 13 part time (2020: 29; 15 full time and 14 part time).

(b) Salaries and wages includes £9,166 (2020: £6,734) in respect of temporary staff.

(c) Higher paid staff. The number of staff whose total employee benefits (excluding employer's pension costs) exceeded £60,000 was as follows:

	2021	2020
£60,000 - £69,999	1	1

(d) The key management personnel of the charity comprise the board, administrator, Christian Science nursing manager and the VCSNS manager. The total employee benefits of the key management personnel of the trust were £ 192,934 (2020: £211,534).

Under FRS 102, employee benefits include gross salary, benefits in kind, employer's national insurance and employer's pension costs.

13. TAXATION

As the Company has charitable status it is exempt from Corporation Tax on its charitable activities and capital gains, provided that its expenditure is for charitable purposes.

14. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Motor vehicles furniture and equipment £	Total £
COST			
At 1st October 2020	3,085,225	354,281	3,439,506
Additions	103,599	32,411	136,010
Disposals	-	(10,649)	(10,649)
At 30th September 2021	<u>3,188,824</u>	<u>376,043</u>	<u>3,564,867</u>
DEPRECIATION			
At 1st October 2020	1,057,679	265,150	1,322,829
Disposals	-	(6,390)	(6,390)
Charge for the year	53,706	19,525	73,231
At 30th September 2021	<u>1,111,385</u>	<u>278,285</u>	<u>1,389,670</u>
NET BOOK VALUE			
At 30th September 2021	<u>2,077,439</u>	<u>97,758</u>	<u>2,175,197</u>
At 30th September 2020	<u>2,027,546</u>	<u>89,131</u>	<u>2,116,677</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

15. FIXED ASSET INVESTMENTS

	Total £	Cash £	Government and Fixed Interest Securities £	Equities £	Unit Trusts £
Market value at 1 October 2020	4,580,316	142,347	867,188	1,207,056	2,363,727
Additions in the year	1,157,160	28,226	248,803	335,277	544,854
Disposal proceeds	(903,674)	(29,620)	(298,932)	(276,153)	(298,969)
Net investment gains/(losses)					
- Realised gains/(losses) on disposals	90,235	-	5,344	46,892	37,999
- Unrealised gains/(losses)	671,896	-	14,527	138,057	519,312
Market value at 30 September 2021	<u>5,595,935</u>	<u>140,953</u>	<u>836,930</u>	<u>1,451,129</u>	<u>3,166,923</u>
Cost at 30 September 2021	<u>4,283,199</u>	<u>140,953</u>	<u>822,750</u>	<u>1,281,515</u>	<u>2,037,981</u>
Cost at 30 September 2020	<u>3,861,252</u>	<u>142,347</u>	<u>861,221</u>	<u>1,184,232</u>	<u>1,673,452</u>

Government and Fixed Interest Securities, Equities and Unit Trusts Investments are quoted on a UK recognised stock exchange.

Of the £465,276 net realised and unrealised losses on investments recognised in 2020, losses of £378,023 related to unrestricted funds and losses of £87,253 related to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

16. DEBTORS	2021 £	2020 £
Trade debtors	21,028	38,357
Other debtors	8,807	56,651
Prepayments and accrued income	29,913	24,868
	<u>59,748</u>	<u>119,876</u>

17. CREDITORS: Amounts falling due within one year	2021 £	2020 £
Taxes and social security	13,398	14,155
Other creditors	11,048	11,931
Trade creditors and accruals	37,755	47,955
	<u>62,201</u>	<u>74,041</u>

18. RESERVES	Brought forward £	Income £	Expenditure £	Gains/ (Losses) on Investments £	Carried forward £
<u>2021</u>					
Unrestricted General Fund	<u>6,279,164</u>	<u>1,516,653</u>	<u>(1,198,128)</u>	<u>668,120</u>	<u>7,265,809</u>
Restricted Funds:					
Brenda Woodcock Memorial Fund	226,738	24,467	(1,112)	25,026	275,119
Charton Manor Benevolent Fund	72,575	21,740	(29,727)	-	64,588
VCSNS Fund	593,225	106,955	(135,779)	68,984	633,385
Gifts to Christian Science Nurses Fund	1,500	-	-	-	1,500
	<u>894,038</u>	<u>153,162</u>	<u>(166,618)</u>	<u>94,010</u>	<u>974,592</u>
	<u>7,173,202</u>	<u>1,669,815</u>	<u>(1,364,746)</u>	<u>762,130</u>	<u>8,240,401</u>

The Brenda Woodcock Memorial Fund is a restricted fund for the benefit of assisted living guests at Charton Manor.

The Charton Manor Benevolent Fund has been established as a restricted fund to provide contributions towards guests' costs in the case of need.

The VCSNS Fund provides benefit to those Christian Scientists usually living within 50 miles of central London who are in need of nursing in their own homes.

The Gifts to Christian Science Nurses Fund has been established with a view to providing occasional grants or gifts to Christian Science Nurses.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

18. RESERVES (cont'd)

Comparative information for the movement in reserves in the previous year is as follows:

	Brought forward £	Income £	Expenditure £	Gains/ (Losses) on Investments £	Carried forward £
2020					
Unrestricted General Fund	6,753,913	694,605	(1,169,354)	-	6,279,164
Restricted Funds:					
Brenda Woodcock Memorial Fund	238,152	(10,054)	(1,360)	-	226,738
Charton Manor Benevolent Fund	71,865	710	-	-	72,575
VCSNS Fund	645,235	23,517	(75,527)	-	593,225
Gifts to Christian Science Nurses Fund	1,500	38,550	(38,550)	-	1,500
	<u>7,710,665</u>	<u>747,328</u>	<u>(1,284,791)</u>	<u>-</u>	<u>7,173,202</u>

19. NET ASSETS BY FUND

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
2021						
Tangible fixed assets	2,175,197	2,175,197	-	-	-	-
Investments	5,595,935	4,770,954	218,885	-	606,096	-
Net current assets	469,269	319,658	56,234	64,588	27,289	1,500
As at 30th September 2021	<u>8,240,401</u>	<u>7,265,809</u>	<u>275,119</u>	<u>64,588</u>	<u>633,385</u>	<u>1,500</u>

Comparative information for the analysis of net assets by fund in the previous year is as follows:

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
2020						
Tangible fixed assets	2,116,677	2,116,677	-	-	-	-
Investments	4,580,318	3,574,299	190,858	-	815,161	-
Net current assets	476,207	588,188	35,880	72,575	(221,936)	1,500
As at 30th September 2020	<u>7,173,202</u>	<u>6,279,164</u>	<u>226,738</u>	<u>72,575</u>	<u>593,225</u>	<u>1,500</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2021

20. COMPANY STATUS AND MEMBERSHIP

The Company is a private company limited by guarantee and without a share capital registered in England and Wales. The liability of the members is limited and every member of the Company undertakes to contribute up to £1 to the assets of the Company in the event of its being wound up. At 30th September 2021 there were 17 members.

The registered office of the company is at Hawthorne Trust Ltd, Charton Manor, Gorse Hill, Farningham, Kent, DA4 0JT.

21. RELATED PARTIES

There have been no transactions with related parties requiring disclosure during the year ended 30th September 2021 or in the preceding year, other than the transactions with trustees/directors disclosed in note 11.

22. CONTRACTUAL COMMITMENTS

There were no contractual commitments as at the year end (2020: None).

HAWTHORNE TRUST LIMITED
OPERATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2021

OPERATING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30TH SEPTEMBER 2021		Year ended 30 September 2021	Year ended 30 September 2020	
	Note			
INCOME				
Due from guests for nursing services (excl. phones)	1	883,486	672,363	
Due from staff and students (excl. phones)		46,140	46,857	
Phone recoveries		3,107	997	
Other recoveries		5,951	18,944	
Amounts considered doubtful		0	(124)	
Total contributions received from continuing operations		938,684	739,037	
Donations and gifts - unrestricted		230,912	187,052	
Donations and gifts - restricted (Benevolent Fund)		21,740	710	
Donations and gifts - restricted (Brenda Woodcock Memorial Fund)		20,000.00	0	
Donations and gifts - restricted (Gifts to Christian Science Nurses Fund)		0	38,550.00	
Legacies		333,539	125,517	
Investment income		124,940	121,738	
Total income		1,669,815	1,212,604	
EXPENDITURE				
<u>Cost of raising funds</u>				
Investment Managers fees		30,520	34,522	
<u>Charitable activities</u>				
Contributions towards patients fees by HTL/VSCNS Benevolent F	1	81,223	0	
Salaries, social security costs and pension costs		739,940	755,612	
Food supplies		54,535	51,160	
Nursing Supplies		25,527	15,850	
Laundry		950	312	
House sundries		49,089	46,636	
Repairs, maintenance and leasing		37,146	22,233	
Recruitment advertising		975	1,605	
Service contracts		1,105	1,105	
Travel expenses and allowances		11,824	8,888	
Other professional fees		23,847	32,960	
Trust sundries		20,976	29,554	
Depreciation		71,400	69,271	
Loss on disposal		4,259		
Total costs in furtherance of the charity's objects		1,122,796	1,035,186	
<u>Support costs</u>				
Salaries, social security costs and pension costs		128,070	128,708	
Depreciation		1,831	2,146	
<u>Other support costs:</u>				
Electricity and gas		32,696	28,704	
Rates and insurance		37,348	36,915	
Telephone		4,045	3,658	
Printing, postage and stationery		2,821	3,589	
Total support costs		206,811	203,720	
<u>Governance costs</u>				
Professional fees (auditor's remuneration)		4,200	10,620	
Directors expenses		419	743	
Total management and administrative expenditure		4,619	11,363	
Total expenditure		1,364,746	1,284,791	
NET (EXPENDITURE)/INCOME		305,069	(72,187)	
<u>Gains on investments</u>				
Realised gains/(losses) on disposal of investments		90,234	(18,730)	
Unrealised (losses)/gains on investments		671,896	(446,546)	
NET MOVEMENT IN FUNDS		£1,067,199	(£537,463)	
<i>Note 1: Income due from guests for nursing services was funded as follows</i>				
	%		%	
Aid Fund for Christian Scientists in Need of Nursing Care	31.7	280,335	23.2	155,972
Hawthorne Trust and other Benevolent Funds	9.6	84,671	0.0	0
Guests and other private means	58.7	518,480	76.8	516,391
	100	883,486	100.0	672,363

This page does not form part of the audited financial statements but is based upon the accounting records of the company which have been subject to audit.

HAWTHORNE TRUST LIMITED

England & Wales - Charity number 209230

Accounts

HAWTHORNE TRUST LIMITED
(A Company Limited by Guarantee)

INCORPORATING

THE VISITING CHRISTIAN SCIENCE NURSE SERVICE, LONDON FIELD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 SEPTEMBER 2020

Company Number: 293710
Charity Number: 209230

HAWTHORNE TRUST LIMITED

GENERAL INFORMATION

Charity Registration Number	209230
Company Registration Number	293710
Governing Instrument	Memorandum and Articles of Association dated 7th October 1948, as amended. The principal aim is to provide nursing care based on Christian Science principles.
Directors (Trustees)	Mr B Blandford Mrs M Chaplin Mr J Weaver Mrs G A Smith (Appointed 16/01/2020)
CEO/Administrator	Mrs E P Lawal
Registered Office	Charton Manor Gorse Hill Farningham Kent DA4 0JT
Independent Auditors	Haysmacintyre LLP Chartered Accountants Statutory Auditors 10 Queen Street Place London EC4R 1AG
Bankers	Lloyds Bank Plc 130 The Broadway Bexleyheath Kent DA6 7DP
Investment Powers	Provisions of Trustee Act 2000, as amended, apply.
Investment Managers	Investec Wealth & Investment Ltd 30 Gresham Street London EC2V 7QN & Sanlam Private Investments (UK) Ltd 16 South Park Sevenoaks Kent TN13 1AN
Solicitor	Stone King Boundary House 91 Charterhouse Street London EC1M 6HR
Insurance Brokers	Arthur J. Gallagher Insurance Brokers Limited Temple Circus House Temple Way Bristol BS1 6HG

TRUSTEES' ANNUAL REPORT

The Directors (Trustees) known as the Board have the pleasure of presenting their annual report and audited financial statements of Hawthorne Trust Limited (HTL) known as the Company for the year ended 30th September 2020.

REFERENCE AND ADMINISTRATION DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISORS

Details of the current directors and advisors are shown under General Information.

MISSION AND OBJECTS

Our mission is: "Loving to heal the Christ way."

The objects for which the Company is established are to provide and maintain in England a Christian Science House being a nursing home operated in accordance with the practice and principles of the body known as the Church of Christ, Scientist.

REGULATORY BASIS

The principal activity of the Company continues to be the operation of a Christian Science nursing care home known as Charton Manor registered with the CQC as a 'care home not providing medicines or medical treatment'. We also operate the Visiting Christian Science Nursing Service (VCSNS) which is registered with the CQC as a Domiciliary Care Agency. The glowing reports received from those who have received either of our Christian Science nursing services are proof of their utility.

HTL is affiliated to the Association of Organizations for Christian Science Nursing and is accredited by The Commission for Accreditation of Christian Science Nursing Organizations/Facilities Inc. in the USA which sets the high standards of our Church for Christian Science nursing. The Commission reviews each Christian Science nursing facility every three years and our current accreditation is valid until 31 March 2021.

We offer a residential Assisted Living (AL) provision for Christian Scientists who have been actively engaged in church work over a long period. This programme provides invaluable support and encouragement for the metaphysical basis of the healing work undertaken at Charton Manor.

We also offer "Rest and Study" where paying guests can be free of day-to-day concerns in order to find refreshment and renewed inspiration through prayer.

We continue to operate a Christian Science Nurses' Training Centre, whereby to increase the pool of Christian Science nurses available to further the healing mission of our Church.

We operate as a charity and are registered with the Charity Commission. We do not engage in significant publicity or in any fundraising from the general public, as we derive our income from the payment of fees, income from investments and bequests, and generous donations from churches and supporters of our ministry. Consequently we do not participate in any fundraising regulation scheme.

Our entire infrastructure is focussed on supporting the healing practice of Christian Science.

ACHIEVEMENTS AND PERFORMANCE

Our aim, as ever, at the start of the financial year was to maintain the high standards of Christian Science nursing at Charton Manor; to provide excellent facilities for our residents, patients, guests and staff; and to continue our training programme for Christian Science nurses - and to achieve these aims within our budget. This we did, despite some difficult business conditions caused by the Corona pandemic.

Our team of Christian Science nurses has worked tirelessly to provide for our patients' and residents' needs and good healing has been witnessed. The VCSNS has also been very busy with nursing care cases following the trend of individuals preferring to remain in their own homes whilst being cared for by a Christian Science nurse. On occasion, our VCSN has visited Christian Scientists well beyond the radius of the London Field. When busy, our VCSNS covers its costs.

Charton Manor can call on the services of external "Private Duty" Christian Science nurses, as well as those Christian Science nurses employed by HTL. We have been grateful during the year to have had two additional Christian Science nurses working with us on furlough from the Christian Science care facility in Wales, Springfield House. We are indeed grateful for the links we have with this House and our other sister facility Lime Tree House in Greater Manchester.

We have an Activities Co-ordinator who organises in-house "church services", concerts, hands-on activities such as art and craft work, dancing and visits by speakers, in many cases supplied by volunteers who love the House and its mission. Such activities have had to change their character since March this year, but patients, and residents, have been cared for in many new ways.

TRUSTEES' ANNUAL REPORT - CONTINUED

ACHIEVEMENTS AND PERFORMANCE (continued)

Our newly-appointed CSNM was faced by the disruption of the pandemic almost immediately upon her arrival and after a few short weeks she returned to the USA. A team of Christian Science nurses performed her tasks for a time until Ms Florence Mutambara, our Training Centre Manager, took on the role of Acting CSNM. She and our Administrator, who was our CSNM until March 2019, have been taking this opportunity to update all paperwork, revisit CQC requirements and ensure that Ms Mutambara is fully conversant with the role, so that she will be in a position to train a newly-appointed CSNM. The post will not be advertised until everything is properly prepared.

We held an on-line Open Day in June when Mrs Judith Weisz CSB of Bournemouth gave an inspiring address entitled "The fruits of the Spirit"; our Administrator and Christian Science nurses Training Manager, together with some of our trainee Christian Science nurses, gave reports. The Open Day was viewed live by over 400 and the recording, now posted on our website www.chartonmanor.org, has been viewed countless times. Much appreciation has been expressed for its message of caring, healing and joy.

FINANCIAL REVIEW

Although expenditure remained at a steady level, occupancy in the House was less than usual in the first months of the financial year, owing to extra nursing hours being devoted to AL occupants. This led to a shortage of Christian Science nursing staff, followed by some needing to self-isolate in March to May. This situation was reversed during the last four months of the year when we were able to admit a number of new patients as well as continuing to offer extra hours to our AL residents. This higher occupancy rate led to the average monthly revenue from patient and AL care being £61,548 during the last six months, compared with £39,007 during the first half of the year.

We have received tremendous financial support from the Christian Science Field this year; special donations were received from the Pension Trust for Christian Science Nurses (PTCSN), the Westminster Fund and from churches and individuals to support the extra expenditure caused by the pandemic. In addition, a grant was received from Kent County Council which was specifically for use on infection control equipment and vinyl-based (wipe-able) furniture, and we have put those funds to good use. We were very grateful for everyone's tangible support of our healing mission.

Thanks to The Aid Fund's generous extension of their grant period, we were able to preserve Hawthorne Trust Benevolent Fund which stands at £72,575 at the end of the year.

The Brenda Woodcock Memorial Fund stands at £226,738 (£238,152 last year). This is a restricted fund set up for the benefit of AL residents at Charton Manor. The fund was not used this year, but its devaluation is due to the sharp decline in the stock market.

The Company retains the freehold of the land occupied by the Orchard Housing Association's property in Surrey. We receive ground rent from Orchard of £100 per annum.

Investment Income was lower at £121,738 compared with £151,319 last year. The sharp decline in the stock market together with the withholding of dividends by many companies in the last three quarters of the year resulted in the lower investment return. The Board has had additional meetings with their investment managers this year and remains satisfied with the overall composition of the investment portfolios.

Our VCSNS has proved itself to be self-sustaining with income from patient care and regular donations during the last two years. The Board has instructed our Investment Managers to reinvest dividend income for the VCSNS for the foreseeable future.

Our total expenditure of £1,284,791 for the 2019-2020 year was £57,985 less than in the previous year.

RESERVES POLICY

From an accounting standpoint, and in the context of the Company, 'Reserves' means the total value of assets less the total value of liabilities.

Total value of assets comprises

- 1) Tangible fixed assets (land, buildings, motor vehicles, equipment)
- 2) Investments (investments managed by Investec Wealth & Investment Ltd and Sanlam Private Investments (UK) Ltd)
- 3) Debtors (mainly amounts owing by patients, and some other receivables)
- 4) Cash at Bank and in hand

TRUSTEES' ANNUAL REPORT - CONTINUED

RESERVES POLICY (continued)

Total value of liabilities comprises

- 1) Creditors (amounts owing to trade creditors, and to HM Revenue and Customs for staff PAYE and National Insurance contributions)

Total Reserves as at September 30, 2020 were £7,173,202 (£537,463 lower than 2019) these may also be considered as funds.

Looking at the separate categories, the value of the tangible fixed assets has decreased to £2,116,677 (2019: £2,161,418). These, primarily the buildings, are considered 'fixed' in the sense that they could not be sold readily to generate cash, without undermining the ongoing work of the Company. The only likely realisation for these assets would be in the event of a closure of Charton Manor.

Investments are assets that could be easily turned into cash (also referred to as 'liquid assets'), (value as at September 30, 2020 was £4,580,318) which make a key financial contribution to Hawthorne Trust's income each year. As stated earlier the investment income represented £121,738 meeting approximately 9.5% of Hawthorne Trust's expenditure. Investment income will vary with level of reserves and market conditions, but over the last 10 years has produced a valuable £1,000,000 plus income for the Company. It is the policy of the Company to add to these investments when income allows (particularly income from donations and legacies). Similarly, investments are sold when necessary to meet the operating costs of the Trust. Any decrease in investments also influences the investment income level generated in following years.

In 2020, total reserves decreased by £537,463 (2019: Increased by £581,400). In the medium term, the trustees intend to have the reserve target to be its pre covid-19 levels, considering our long-term investment plans and the recovery of the stock market. The decrease in the current year's reserves still less than the increase in the reserves in 2019.

The other categories (debtors, cash at bank and in hand, and creditors) are of a comparatively small net value. More information about them can be found in the Balance Sheet and in the Notes to the Accounts.

The funds are explained in Notes 18 and 19 to these accounts. Of the total of £7,173,202, £593,225 is held in the VCSNS, London Field Fund (restricted funds for this activity). The remainder is available for the other activities of the Company, through restricted and unrestricted funds, specifically the operation of Charton Manor - and represents over five years' expenditure.

The Company needs to be able to demonstrate financial viability to the CQC. It is also a requirement of our sponsor's licence with UK Visas and Immigration, where we need to continue bringing in staff and trainees from abroad, demonstrating that we have sufficient reserves to qualify for our 'A-rated' status. Despite a continuing pattern of generating net outgoing rather than incoming resources each year (before taking account of donations and legacies), and the uncertainty over future investment growth, the Board nevertheless consider this to be an adequate level of reserves. The Trustees' policy is to maintain a sufficient level of reserves to allow it to continue to provide, for the foreseeable future, a care home for Christian Science residents and short-term Christian Science nursing care for students of Christian Science. This also has regard to the need for ongoing investment in the premises.

INVESTMENT POLICY AND OBJECTIVES

All Investments held have been acquired in accordance with the Trust's powers; they are managed by our portfolio managers at Investec and Sanlam to provide mixture of capital growth and income on medium risk basis. Investments are made only in those areas of the market that are not involved with armaments, tobacco, drug or alcohol. The investments are reviewed regularly by the administrator with the portfolio managers, and the Trustees meet with those managers at least once a year. The company holds a detailed investment policy approved by the Trustees.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Board, consisting of between four and seven individuals, is drawn from the members of the Company, meaning that they have some prior experience of the working of the Company. New Board members are elected by the existing Board after an interview process; the election of new-Board members is formally confirmed by an election at the next Annual General Meeting of the Company. There were four Board members at the financial year end. Board members hold office for three years from the time of their formal election; thereafter they are eligible to offer themselves for re-election for a further three years, and subsequently for two terms of one year each.

Board members are expected to make use of the many Charity Commission guidelines for their self-training and are booked into training seminars given by professionals for external training. Requests for Trustee training are encouraged. They are expected to attend an orientation programme for Board members arranged by the Christian Science Nursing Department of Charton Manor.

TRUSTEES' ANNUAL REPORT - CONTINUED

STRUCTURE, GOVERNANCE AND MANAGEMENT (continued)

The number of Company members can range from five to 30; there were 22 on September 30 2020. Christian Scientists who are members of the Church of Christ, Scientist, and who have been taught by an authorised teacher of Christian Science are invited by the Board to join the Company and represent their branch church or society.

The Board meets at least monthly and Company Members meet quarterly for reports and workshops on the work of the Trust. The Board is kept abreast of developments regularly by management and receive monthly financial and inspection reports. Indemnity insurance is in place for all Trustees.

The day-to-day administration of HTL is delegated to the Administrator Mrs Ednah Lawal who, for the purposes of the Care Quality Commission (CQC), is the 'Nominated Individual responsible for supervising the management of the care home', Charton Manor. The Administrator is aided in her work by the Executive Secretary and Services Manager.

The management of Christian Science nursing and the overseeing of the training of Christian Science nurses at the care home is carried out by the Christian Science Nursing Manager (CSNM) who, for the purposes of the CQC, is the 'Registered Manager of the care home'.

The management of the Visiting Christian Science Nurse Service (VCSNS), London Field, (registered as a 'Domiciliary Care Agency') is carried out by the VCSNS Manager Mrs Valerie McIntyre who, for the purposes of the CQC, is the 'Registered Manager of the VCSNS' providing care in an individual's home. The VCSNS remains a separate legally distinct charity and has its own aims, objectives and funds but currently shares the same charity number as HTL and is under the direction of the Board of the Company.

The pay of all Key Management Personnel is set by the Board.

Pay is reviewed regularly and determined by the Board to ensure it is commensurate with the high standards demanded of our nursing, training, housekeeping and administrative staff. Regular appraisals are given and goals are agreed for all staff.

In the early summer of 2020 the Board, Company Members, Management and Christian Science nurses undertook a Servant-Leadership professional development course; this was to have been given in person by Dr Joan Bernard Bradley, but had to be presented on-line. It was very successful, leading to enhanced teamwork and more selfless working relationships. Professional development for staff is encouraged and is undertaken as needs arise.

RISK AND UNCERTAINTIES

The Board concluded their annual Risk Assessment Review in February 2019 (updated Dec 2020) and also drew up a revised Business Continuity Plan (BCP) to address specific steps to be taken in the event of any major interruption to the ongoing activities of the work of the Trust. The principal risks and uncertainties identified were satisfied by regular Fire Drills to keep staff aware and alert to this requirement; clear policies governing safeguarding for patients and staff; compliance with Health and Safety needs; transportation policy, gift policy; Disclosure and Barring Service (DBS) clearances for all staff; security processes for visitors and family members. The Trust remains ready and alert for Environmental Health and CQC inspections. The Board meets annually with, and monitors and communicates with, our investment managers to discuss the performance of our investments which are paramount to the future of the Trust. As part of this, benchmarks may be reset and the nature of ethical investments is also reviewed. Part of the risk assessment each year is our insurance policy which includes a liability section for Employers and Public as well as Directors and Officer indemnity.

The Trust continues to invest in expert consultants in HR and H&S support.

STRATEGIC REVIEW AND FUTURE PLANS

Our long term aim is to achieve and maintain into the future the sustainability of Charton Manor and its fundamental role in Christian Science nursing and Christian Science healing. In considering the methods by which to attain this objective, the Board starts with the confidence that they will be shown the correct steps to take to impel the spiritual progress of Charton Manor, and will be led to make correct short and long term decisions. The following are areas of anticipated progress:

Property: Our purpose-built Charton Manor has served us well since 1988, but changes and upgrades have been necessary over the years as expectations and demands have changed. This year we have become acutely aware of the need to update Christian Science nurses' accommodation so that all trainee and *Journal* - listed Christian Science nurses have en suite facilities. Plans have been drawn up, a project team employed, and we will proceed to obtain quotations as soon as physically possible. It is anticipated that the refurbishment work will cost in the region of £200,000. The renewal of wooden windows and double glazing in the Christian Science nurses' rooms is also needed, and is planned for next year.

TRUSTEES' ANNUAL REPORT - CONTINUED

STRATEGIC REVIEW AND FUTURE PLANS (continued)

We continue to benefit from fully equipped nursing rooms, a dedicated team of maintenance and housekeeping staff and an excellent kitchen service. Equipment, as well as furniture and decorating, is kept under constant review, and is replaced as and when necessary. Our well-kept grounds continue to be a peaceful source of comfort for staff and residents alike.

Residents, guests and patients: Our aim is to have a full complement of Assisted Living residents, and to this end we are constantly looking to make our provision of accommodation better known. We have invited our Services Manager, Rex Mendis, to provide a virtual tour of the House on our website, so that potential residents can have an overview before travelling to visit. Those interested in having their home at Charton Manor can stay for a two months' trial period subject to mutual agreement.

When travel and visiting become feasible again, we look forward to receiving requests for our Rest and Study offering, which has scarcely been used since February. Advertising of this facility, together with some virtual tour of the study facilities, will take place as soon as reasonable.

Our aim is to be able to offer our Christian Science nursing services to all who wish to rely on prayer and the support of a Christian Science practitioner for healing. Witnessing healing, when a former patient leaves the House completely healed, is a privilege and joy; and it is our core mission.

Our Christian Science Nursing Training School: Our Training School which is open to both UK and overseas applicants helps to feed the worldwide Christian Science movement with dedicated professionals who understand and demonstrate the practical wisdom required in caring for their fellow man. The quality of care received is in accord with the teachings of Christian Science; patients and residents work with the Christian Science nursing staff to attain their natural state of wellbeing.

The provision of more Christian Science nurses is essential to enable us to meet the needs of Christian Scientists. We were not able to offer our Level 1 Class to the sizeable number of applicants because of the pandemic. So, our training plans have become more flexible, and our Level 2 trainee Christian Science nurses have been combining working and training - attending class three days and working two per week until mid-August. This cohort is now doing their On the Job Instruction (OJI) and working towards Level 3. The addition of the two furloughed Christian Science nurses from Springfield House enabled us to cover needs on the Christian Science nursing floor and offer coverage to our VCSNM when she took a break.

Electronic resources: Over the past few years many of our rooms have been equipped with digital devices and screens to enable occupants to connect with the world outside Charton Manor. This offering is being steadily enhanced and expanded, and has been a blessing during times of isolation. In addition, it is anticipated that the use of platforms such as Zoom will be used in the future, where feasible, for training purposes, enabling us to offer Christian Science nursing training, for example, to a wider group within our church.

CORONA PANDEMIC

With the nationwide lockdown taking effect from mid-March, Charton Manor immediately put in place procedures to protect staff, patients and residents. These were costly, and extremely demanding on our Administrator, for whose diligence we are very grateful. We have received donations and grants to help with pandemic-related expenses. These came from Kent County Council, the Westminster Fund and the Pension Trust for Christian Science Nurses, as well as individuals, Christian Science organisations and Christian Science churches and societies; all were gratefully received.

The workload for our Christian Science nurses increased as they took over housekeeping jobs, to keep incoming workers to a minimum. For a time the intake of nursing cases was halted, as we did not have the Christian Science nurses to care adequately for new patients. But as things settled and those Christian Science nurses who had returned from abroad came out of quarantine, we were able to receive new patients, in addition to all those assisted and cared for by our VSCN and her helpers. Strong teamwork within the House was evident and was a support to everyone.

Training sessions - for the Board and management as well as Christian Science nurses - went on-line and were usually free of charge, so that we made full use of them. Activities for residents and patients continued but in changed form, and we were grateful to have a volunteer who offered to live in so that she could help with keeping spirits high. Much use has been made of Zoom and on-line "meetings" with relatives.

TRUSTEES' ANNUAL REPORT - CONTINUED

CORONA PANDEMIC (continued)

All Board and Company Members meetings have been held on line since the beginning of March; this has led to additional meetings to support the excellent work being done in the House. We were glad to have held our Company AGM in February, before travel restrictions were put in place. Management and staff, including the Christian Science nurses and the Board, have taken the opportunity to review the policies coming into the House, bringing them into line with the core practice of Christian Science healing exercised here in Charton Manor. This review is on going. The Memorandum and Articles of Association of Hawthorne Trust Limited, the governing document for all our activities, was reviewed by a sub-committee of Company Members over the Summer of 2020, and the resulting document has gone to our Solicitors, Stone King LLP, for updating and professional advice. This process is still under way.

The pandemic has inevitably had an effect on the value of our investments as well as our income from this source; but the generosity of the Christian Science Movement as well as increased income from Christian Science nursing cases has meant that projected losses have been mitigated and we feel confident that this is a storm that we can weather. Our reserves remain strong.

PUBLIC BENEFIT

The Trustees have had regard to the Charity Commission's guidance on public benefit, and we abide by the underlying premise that none shall be denied the care they need because they cannot meet the cost. Frequently, however, the fees are beyond the resources of those who are admitted as patients. In the first instance, they are encouraged to apply to The Aid Fund for Christian Scientists in Need of Nursing Care (TAF) to contribute towards the cost of their care. After 26 weeks, when TAF support is reduced, HTL maintains its own Benevolent Fund which steps in to assist.

The provision of training for Christian Science nurses, to serve not only in the UK but all over the world, is expensive, but a percentage (just over 33%) of the cost to HTL can be supported financially by external funds. In the case of each trainee Christian Science nurse this support can be provided by the PTCSN and the Albert Baker Fund; HTL covers the rest. In addition, the PTCSN and the Christian Science Trust in Great Britain can make grants to Christian Science nurses to attend conferences for their professional development, and the PTCSN also offers some support for mentoring costs.

Finally, the provision of affordable accommodation for those Christian Scientists who wish to live in an environment consistent with their religious beliefs is made possible by our Assisted Living programme. The Brenda Woodcock Memorial Fund provides assistance in case of need for those living at Charton Manor under the AL provision.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors (who are also the Trustees of Hawthorne Trust Limited for the purposes of charity law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Directors of the charitable company to prepare, for each financial year, financial statements which give a true and fair view of the Company's state of affairs and of the incoming resources and application of resources, including the income and expenditure. In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting standards have been followed, subject to any material departures disclosed and explained in the financial report;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

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

In so far as the Directors are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the auditor is aware of that information.

TRUSTEES' ANNUAL REPORT - CONTINUED

AUDITORS

A resolution to re-appoint Haysmacintyre LLP as auditors will be put to the Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Charton Manor
Gorse Hill
Farningham
Kent DA4 0JT

Date: 18th March 2021

By Order of the Board

A handwritten signature in dark ink, appearing to read 'Margaret Chaplin', with a long horizontal flourish extending to the right.

Margaret Chaplin
Director

HAWTHORNE TRUST LIMITED

Opinion

We have audited the financial statements of Hawthorne Trust Limited for the year ended 30 September 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow statement, 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 parent charitable company's affairs as at 30 September 2020 and of the charitable company's net movement in funds, including the income and expenditure, for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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.

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 charitable company'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.

HAWTHORNE TRUST LIMITED

Other information

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

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

Opinion on other matters prescribed by the Companies Act 2006

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

the information given in the Trustees' Annual Report (which the directors' report prepared for the purposes of company law) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
the directors' report included within the Trustees' Annual Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report (which incorporates the directors' report).

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Adam Halsey
Senior Statutory Auditor

For and on behalf of
Haysmacintyre LLP
Chartered Accountants and Statutory Auditors

Date: 13 May 2021

10 Queen Street Place
London
EC4R 1AG

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE)

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Income from:					
Donations and legacies	2	302,549	49,280	351,829	1,009,487
<i>Charitable activities:</i>					
Contributions received	3	668,487	70,550	739,037	682,888
Investment income	4	101,592	20,146	121,738	151,319
Total Income		<u>1,072,628</u>	<u>139,976</u>	<u>1,212,604</u>	<u>1,843,694</u>
Expenditure on:					
<i>Cost of raising funds:</i>					
Investment management fees	5	29,517	5,005	34,522	30,618
<i>Expenditure on charitable activities:</i>					
Provision of care services	6	1,139,837	110,432	1,250,269	1,312,158
Total expenditure		<u>1,169,354</u>	<u>115,437</u>	<u>1,284,791</u>	<u>1,342,776</u>
Net income/(expenditure) before investment gains		(96,726)	24,539	(72,187)	500,918
Net gains/(losses) on investments	15	(378,023)	(87,253)	(465,276)	80,482
Net income/(expenditure)	10	<u>(474,749)</u>	<u>(62,714)</u>	<u>(537,463)</u>	<u>581,400</u>
Transfers between funds	18	-	-	-	-
Net Movement in Funds		<u>(474,749)</u>	<u>(62,714)</u>	<u>(537,463)</u>	<u>581,400</u>
Reconciliation of funds:					
Fund balances at the start of the reporting period	18	6,753,913	956,752	7,710,665	7,129,265
Fund balances at the end of the reporting period	18	<u>6,279,164</u>	<u>894,038</u>	<u>7,173,202</u>	<u>7,710,665</u>

The Charitable Company had no recognised gains or losses other than those disclosed in the Statement of Financial Activities above. All activities are continuing.

The unrestricted funds are general funds of the trust and the restricted funds are made up of: The Benevolent Fund, The Brenda Woodcock Memorial Fund, The Visiting Christian Science Nurse Service Fund and The Gifts to Christian Science Nurses Fund.

The notes form part of these Financial Statements

BALANCE SHEET

Company Number: 293710

AS AT 30TH SEPTEMBER 2020

		2020		2019	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	14		2,116,677		2,161,418
Investments	15		<u>4,580,318</u>		<u>4,930,725</u>
			6,696,995		7,092,143
CURRENT ASSETS					
Debtors	16	119,876		92,805	
Cash at bank and in hand		<u>430,372</u>		<u>594,415</u>	
		550,248		687,220	
CREDITORS: amounts falling due within one year	17	<u>74,041</u>		<u>68,698</u>	
NET CURRENT ASSETS			<u>476,207</u>		<u>618,522</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	19		<u><u>7,173,202</u></u>		<u><u>7,710,665</u></u>
THE FUNDS OF THE CHARITY					
Unrestricted					
General Funds	18		6,279,164		6,753,913
Restricted					
Hawthorne Trust [Charton Manor] Benevolent Fund	18		72,575		71,865
Brenda Woodcock Memorial Fund	18		226,738		238,152
Visiting Christian Science Nurse Service	18		593,225		645,235
Gifts to Christian Science Nurses Fund	18		<u>1,500</u>		<u>1,500</u>
TOTAL CHARITY FUNDS			<u><u>7,173,202</u></u>		<u><u>7,710,665</u></u>

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved and authorised for issue by the Board of Directors (Trustees) on 18th March 2021 and signed on its behalf by:



Director (Trustee)
M Chaplin



Director (Trustee)
B Blandford

The notes form part of these Financial Statements

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

	2020		2019	
	£	£	£	£
Cash flows from operating activities:				
Net movement in funds for the year		(537,463)		581,400
Depreciation charges		71,417		69,297
Investment income		(121,738)		(151,319)
Losses/(Gains) on investments		465,277		(80,482)
(Increase)/decrease in debtors		(27,071)		(8,061)
Increase/(decrease) in creditors		5,343		(34,870)
Net cash used in operating activities		(144,235)		375,965
Cash flows from investing activities:				
Investment income		121,738		151,319
Purchase of tangible fixed assets	(26,676)		(100,628)	
Purchase of fixed asset investments	(883,858)		(614,382)	
Proceeds from the sale of fixed asset investments	813,347		673,930	
Cash (deducted from)/added to investment cash	(44,359)		(353)	
		(141,546)		(41,433)
Net cash provided by investing activities		(19,808)		109,886
Increase/(decrease) in cash and cash equivalents in the year		(164,043)		485,851
Cash and cash equivalents at the beginning of the year		594,415		108,564
Total cash and cash equivalents at the end of the year		430,372		594,415

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with applicable accounting standards issued by UK accountancy bodies. The particular accounting policies adopted are described below.

(a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP 2019 (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

Hawthorne Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value, as modified for the revaluation of investments.

Further to a Uniting Direction issued by the Charity Commission, the financial statements aggregate the results and net assets of the Visiting Christian Science Nurse Service, London Field, Charity Registration number 209230-1.

Significant estimates and judgements include the assessment of the useful lives and residual values of Freehold land and buildings and other fixed assets and the assessment of appropriate rates of depreciation.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

The company number and registered office of the company is given in the general information.

(b) Charitable company status

The charity is also a private company limited by guarantee and is registered in England and Wales. In the event of the charity being wound up, each member is liable to contribute an amount not exceeding £1.

(c) Preparation of the accounts on the going concern basis

The charity has total funds carried forward of £7,173,202. The trustees are of the view that this is more than sufficient to secure the long term future of the charity and that on this basis the charity is a going concern.

(d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Throughout the year guests were charged for the cost of their stay and asked to contribute what they could afford.

Further contributions towards guests' costs were received from The Aid Fund for Christian Scientists in Need of Nursing Care ("The Aid Fund"). The balance of the costs incurred by guests were met from the resources of the charity.

All contributions arise in respect of the charity's continuing activities.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material. Receipts of property, investments or other gifts in kind are included at market value.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

1. ACCOUNTING POLICIES (cont'd)

(e) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity.

(f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific future purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work.

(g) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprises the costs of managing the investment funds.
- Expenditure on charitable activities includes the costs of providing nursing care, repairs to the care home and other activities undertaken to further the purposes of the charity and their associated support costs.

(h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include admin, finance, personnel, and governance costs which support the Trust's primary activity of providing a nursing facility. Support costs consist of those costs not directly attributable to the activities of the charity but which are necessary to support them.

(i) Tangible fixed assets

Assets with a useful life exceeding one year, costing in excess of £500 are capitalised at cost.

Depreciation is calculated to write off the cost of all tangible fixed assets, other than freehold land, which is not depreciated, in equal annual instalments over their estimated useful lives at the following rates:

	%
Buildings	2
Boilers/plant	5
Furniture, fixtures and fittings	10
Equipment	10
Computer equipment	20
Motor vehicles	20

(j) Operating leases

Operating lease rentals are recognised in the Statement of Financial Activities on a straight line basis over the period of the lease.

(k) Financial instruments

There are no complex instruments and all items are initially valued at cost/transaction value with investments being restated at fair value. Gains and losses on the restatement or disposal of investments are shown in the Statement of Financial Activities.

(l) Pensions

The Charity makes pension contributions into the Hawthorne Trust Group Personal Pension Plan (GPPP), which is a defined contribution pension scheme. The GPPP is with AEGON and managed by Buckland Harvester of 5 The Parsonage, Manchester M3 2HS. The Charity has no liability other than to make the defined contributions as they fall due.

Total contributions for the year are disclosed as other pension costs in Note 7.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

2. DONATIONS AND LEGACIES

	2020 £	2019 £
Donations	226,312	1,007,737
Legacies	125,517	1,750
	<u>351,829</u>	<u>1,009,487</u>

Of the £1,009,487 recognised in 2019, £748,021 was unrestricted fund income and £261,466 was restricted fund income.

3. INCOME FROM CHARITABLE ACTIVITIES

	2020 £	2019 £
Contributions due from guests	672,363	611,232
Amounts due from staff/students	46,857	57,729
Phone recoveries	997	989
Other recoveries	18,820	12,938
	<u>739,037</u>	<u>682,888</u>

Of the £682,888 recognised in 2019, £607,711 was unrestricted fund income and £75,177 was restricted fund income.

4. INVESTMENT INCOME

	2020 £	2019 £
From listed securities	121,008	150,601
Bank interest	730	718
	<u>121,738</u>	<u>151,319</u>

Of the £151,319 recognised in 2019, £124,132 was unrestricted fund income and £27,187 was restricted fund income.

5. COST OF RAISING FUNDS

	Direct Costs	Support Costs	Total 2020	Total 2019
Investment management fees	<u>£34,522</u>	<u>£Nil</u>	<u>£34,522</u>	<u>£30,618</u>

Of the £30,618 expenditure recognised in 2019, £25,884 was charged to unrestricted funds and £4,734 was charged to restricted funds.

6. COST OF CHARITABLE ACTIVITIES

	Direct Costs	Support Costs	Total 2020	Total 2019
Provision of nursing care	<u></u>	<u>£215,083</u>	<u>£215,083</u>	<u>£1,312,158</u>

Of the £1,312,158 expenditure recognised in 2019, £1,193,292 was charged to unrestricted funds and £118,866 was charged to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

7. ANALYSIS OF DIRECT COSTS	Raising funds £	Charitable activities £	Total 2020 £	Total 2019 £
Salaries and wages	-	653,139	653,139	659,334
Social Security costs	-	52,804	52,804	51,900
Other pension costs	-	49,669	49,669	52,158
	-	755,612	755,612	763,392
Depreciation	-	69,271	69,271	67,086
Other expenditure	34,522	210,303	244,825	287,936
	<u>34,522</u>	<u>1,035,186</u>	<u>1,069,708</u>	<u>1,118,414</u>

Of the £1,118,414 recognised in 2019, £1,087,796 was charged to charitable activities and Other Expenditure of £30,618 was charged to raising funds.

8. ANALYSIS OF SUPPORT COSTS	Raising funds £	Charitable activities £	Total 2020 £	Total 2019 £
Salaries and wages	-	106,685	106,685	107,952
Social Security costs	-	11,433	11,433	7,503
Other pension costs	-	10,590	10,590	11,277
	-	128,708	128,708	126,732
Depreciation	-	2,146	2,146	2,211
Governance (Note 9)	-	11,363	11,363	17,025
Other expenditure	-	72,866	72,866	78,394
	<u>-</u>	<u>215,083</u>	<u>215,083</u>	<u>224,362</u>

All of the £224,362 recognised in 2019 was charged to charitable activities.

9. GOVERNANCE COSTS	2020 £	2019 £
Auditors remuneration	10,620	9,900
Directors' expenses (Note 11)	743	7,125
	<u>11,363</u>	<u>17,025</u>

10. NET INCOME/(EXPENDITURE)	2020 £	2019 £
This is stated after charging:		
Depreciation	71,417	69,297
Auditors remuneration - audit services	10,620	9,900
Pension costs (defined contribution scheme)	<u>49,669</u>	<u>52,158</u>

11. TRUSTEES' REMUNERATION AND EXPENSES

The trustees did not receive any remuneration in the current or prior year.

There were no donations from any trustees within the current or prior year.

Expenses amounting to £743 (2019: £7,125) were reimbursed to 4 (2019: 3) Trustees in the year for travel.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

12. STAFF COSTS	2020 £	2019 £
Staff costs during the year were as follows:		
Wages and salaries	759,824	767,286
Social security costs	64,237	59,403
Pension costs	60,259	63,435
	<u>884,320</u>	<u>890,124</u>

(a) The average number of persons employed by the company during the period was 29; 15 full time and 14 part time (2019: 29; 16 full time and 13 part time).

(b) Salaries and wages includes £6,734 (2019: £24,150) in respect of temporary staff.

(c) Higher paid staff. The number of staff whose total employee benefits (excluding employer's pension costs) exceeded £60,000 was as follows:

	2020	2019
£60,000 - £69,999	1	NIL

(d) The key management personnel of the charity comprise the board, administrator, Christian Science nursing manager and the VCSNS manager. The total employee benefits of the key management personnel of the trust were £211,534 (2019: £194,750).

Under FRS 102, employee benefits include gross salary, benefits in kind, employer's national insurance and employer's pension costs.

13. TAXATION

As the Company has charitable status it is exempt from Corporation Tax on its charitable activities and capital gains, provided that its expenditure is for charitable purposes.

14. TANGIBLE FIXED ASSETS

	Freehold land and buildings £	Motor vehicles furniture and equipment £	Total £
COST			
At 1st October 2019	3,085,225	327,605	3,412,830
Additions	-	26,676	26,676
At 30th September 2020	<u>3,085,225</u>	<u>354,281</u>	<u>3,439,506</u>
DEPRECIATION			
At 1st October 2019	1,003,973	247,439	1,251,412
Charge for the year	53,706	17,711	71,417
At 30th September 2020	<u>1,057,679</u>	<u>265,150</u>	<u>1,322,829</u>
NET BOOK VALUE			
At 30th September 2020	<u>2,027,546</u>	<u>89,131</u>	<u>2,116,677</u>
At 30th September 2019	<u>2,081,252</u>	<u>80,166</u>	<u>2,161,418</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

15. FIXED ASSET INVESTMENTS

	Total £	Cash £	Government and Fixed Interest Securities £	Equities £	Unit Trusts £
Market value at 1 October 2019	4,930,725	97,988	1,003,165	1,273,262	2,556,310
Additions in the year	959,531	75,673	214,337	477,356	192,165
Disposal proceeds	(844,661)	(31,314)	(317,289)	(296,183)	(199,875)
Net investment gains/(losses)					
- Realised gains/(losses) on disposals	(18,730)	-	(8,736)	(26,950)	16,956
- Unrealised gains/(losses)	(446,547)	-	(24,289)	(220,429)	(201,829)
Market value at 30 September 2020	<u>4,580,318</u>	<u>142,347</u>	<u>867,188</u>	<u>1,207,056</u>	<u>2,363,727</u>
Cost at 30 September 2020	<u>3,861,252</u>	<u>142,347</u>	<u>861,221</u>	<u>1,184,232</u>	<u>1,673,452</u>
Cost at 30 September 2019	<u>3,700,501</u>	<u>97,988</u>	<u>967,366</u>	<u>1,023,789</u>	<u>1,611,358</u>

Government and Fixed Interest Securities, Equities and Unit Trusts Investments are quoted on a UK recognised stock exchange.

Of the £80,482 net realised and unrealised gains on investments recognised in 2019, gains of £82,301 related to unrestricted funds and losses of (£1,819) related to restricted funds.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

16. DEBTORS					
				2020 £	2019 £
Trade debtors				38,357	36,954
Other debtors				56,651	20,510
Prepayments and accrued income				24,868	35,341
				<u>119,876</u>	<u>92,805</u>
17. CREDITORS: Amounts falling due within one year					
				2020 £	2019 £
Taxes and social security				14,155	15,122
Other creditors				11,931	14,261
Trade creditors and accruals				47,955	39,315
				<u>74,041</u>	<u>68,698</u>
18. RESERVES					
	Brought forward £	Income £	Expenditure £	Transfers £	Carried forward £
<u>2020</u>					
Unrestricted General Fund	6,753,913	694,605	(1,169,354)	-	6,279,164
Restricted Funds:					
Brenda Woodcock Memorial Fund	238,152	(10,054)	(1,360)	-	226,738
Charton Manor Benevolent Fund	71,865	710	-	-	72,575
VCSNS Fund	645,235	23,517	(75,527)	-	593,225
Gifts to Christian Science Nurses Fund	1,500	38,550	(38,550)	-	1,500
	<u>7,710,665</u>	<u>747,328</u>	<u>(1,284,791)</u>	<u>-</u>	<u>7,173,202</u>

The Brenda Woodcock Memorial Fund is a restricted fund for the benefit of assisted living guests at Charton Manor.

The Charton Manor Benevolent Fund has been established as a restricted fund to provide contributions towards guests' costs in the case of need.

The VCSNS Fund provides benefit to those Christian Scientists usually living within 50 miles of central London who are in need of nursing in their own homes.

The Gifts to Christian Science Nurses Fund has been established with a view to providing occasional grants or gifts to Christian Science Nurses.

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

18. RESERVES (cont'd)

Comparative information for the movement in reserves in the previous year is as follows:

	Brought forward £	Income £	Expenditure £	Transfers £	Carried forward £
<u>2019</u>					
Unrestricted General Fund	6,412,424	1,562,165	(1,219,176)	(1,500)	6,753,913
Restricted Funds:					
Brenda Woodcock Memorial Fund	226,968	12,573	(1,389)	-	238,152
Charton Manor Benevolent Fund	-	98,809	(26,944)	-	71,865
VCSNS Fund	489,873	250,629	(95,267)	-	645,235
Gifts to Christian Science Nurses Fund	-	-	-	1,500	1,500
	<u>7,129,265</u>	<u>1,924,176</u>	<u>(1,342,776)</u>	<u>-</u>	<u>7,710,665</u>

19. NET ASSETS BY FUND

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
<u>2020</u>						
Tangible fixed assets	2,116,677	2,116,677	-	-	-	-
Investments	4,580,318	3,866,611	190,857	-	522,850	-
Net current assets	476,207	295,876	35,881	72,575	70,375	1,500
As at 30th September 2020	<u>7,173,202</u>	<u>6,279,164</u>	<u>226,738</u>	<u>72,575</u>	<u>593,225</u>	<u>1,500</u>

Comparative information for the analysis of net assets by fund in the previous year is as follows:

	Total £	General £	Brenda Woodcock Memorial Fund £	Charton Manor Benevolent Fund £	VCSNS Fund £	Gifts to Christian Science Nurses Fund £
<u>2019</u>						
Tangible fixed assets	2,161,418	2,161,418	-	-	-	-
Investments	4,930,725	4,261,550	202,300	-	466,875	-
Net current assets	618,522	330,945	35,852	71,865	178,360	1500
As at 30th September 2019	<u>7,710,665</u>	<u>6,753,913</u>	<u>238,152</u>	<u>71,865</u>	<u>645,235</u>	<u>1,500</u>

NOTES ON FINANCIAL STATEMENTS - continued

FOR THE YEAR ENDED 30TH SEPTEMBER 2020

20. COMPANY STATUS AND MEMBERSHIP

The Company is a private company limited by guarantee and without a share capital registered in England and Wales. The liability of the members is limited and every member of the Company undertakes to contribute up to £1 to the assets of the Company in the event of its being wound up. At 30th September 2020 there were 21 members.

The registered office of the company is at Hawthorne Trust Ltd, Charton Manor, Gorse Hill, Farningham, Kent, DA4 0JT.

21. RELATED PARTIES

There have been no transactions with related parties requiring disclosure during the year ended 30th September 2020 or in the preceding year, other than the transactions with trustees/directors disclosed in note 11.

22. CONTRACTUAL COMMITMENTS

There were no contractual commitments as at the year end (2019: None).

HAWTHORNE TRUST LIMITED
OPERATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2020

	Note	Year ended 30 September 2020	Year ended 30 September 2019
INCOME			
Due from guests for nursing services (excl. phones)	1	672,363	611,232
Due from staff and students (excl. phones)		46,857	57,729
Phone recoveries		997	989
Other recoveries		18,944	17,116
Amounts considered doubtful		(124)	(4,178)
Total contributions received from continuing operations		739,037	682,888
Donations and gifts - unrestricted		187,052	908,898
Donations and gifts - restricted (Benevolent Fund)		710	98,809
Donations and gifts - restricted (Brenda Woodcock Memorial Fund)		-	30
Donations and gifts - restricted (Gifts to Christian Science Nurses Fund)		38,550	-
Legacies		125,517	1,750
Investment income		121,738	151,319
Total income		1,212,604	1,843,694
EXPENDITURE			
<u>Cost of raising funds</u>			
Investment Managers fees		34,522	30,618
<u>Charitable activities</u>			
Contributions towards patients fees by the HTL Benevolent Fund	1	-	26,944
Salaries, social security costs and pension costs		755,612	763,392
Food supplies		51,160	50,709
Nursing Supplies		15,850	13,202
Laundry		312	353
House sundries		46,636	40,026
Repairs, maintenance and leasing		22,233	37,771
Recruitment advertising		1,605	1,725
Service contracts		1,105	1,740
Travel expenses and allowances		8,888	16,426
Other professional fees		32,960	24,232
Trust sundries		29,554	44,190
Depreciation		69,271	67,086
Total costs in furtherance of the charity's objects		1,035,186	1,087,796
<u>Support costs</u>			
Salaries, social security costs and pension costs		128,708	126,732
Depreciation		2,146	2,211
<u>Other support costs:</u>			
Electricity and gas		28,704	29,381
Rates and insurance		36,915	39,148
Telephone		3,658	4,088
Printing, postage and stationery		3,589	5,777
Total support costs		203,720	207,337
<u>Governance costs</u>			
Professional fees (auditor's remuneration)		10,620	9,900
Directors expenses		743	7,125
Total management and administrative expenditure		11,363	17,025
Total expenditure		1,284,791	1,342,776
NET (EXPENDITURE)/INCOME		(72,187)	500,918
<u>Gains on investments</u>			
Realised gains/(losses) on disposal of investments		(18,730)	(3,456)
Unrealised (losses)/gains on investments		(446,546)	83,938
NET MOVEMENT IN FUNDS		(£537,463)	£581,400
<i>Note 1: Income due from guests for nursing services was funded as follows</i>			
Aid Fund for Christian Scientists in Need of Nursing Care	%		%
	23.2	155,972	19.6
Hawthorne Trust Benevolent Fund	0.0	-	4.4
Guests and other private means	76.8	516,391	76.0
	100	672,363	100.0

This page does not form part of the audited financial statements but is based upon the accounting records of the company which have been subject to audit.