

Report of the Trustee and
Audited Financial Statements
for the Year Ended 31 December 2023
for
The John Henry King Fund

Town & Forest
Chartered Accountants & Statutory Auditors
First Floor, New Barnes Mill
Cottonmill Lane
St Albans
AL1 2HA

The John Henry King Fund

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for the Year Ended 31 December 2023**

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The John Henry King Fund

Reference and Administrative Details
for the Year Ended 31 December 2023

TRUSTEE	John Henry King Fund Limited (company number 00946817) The directors of the trustee company at the date this report: Canon P J Townsend Monsignor T McGrath Rev Fr A D'Mello Reverend J A Lee
PRINCIPAL ADDRESS	Catholic Presbytery, Middle Road Park Gate Southampton SO31 7GH
REGISTERED CHARITY NUMBER	224437
AUDITORS	Town & Forest Chartered Accountants & Statutory Auditors First Floor, New Barnes Mill Cottonmill Lane St Albans AL1 2HA
BANKERS	CAF Bank Limited 25 Kings Hill Avenue, Kings Hill West Malling Kent ME19 4JQ
INVESTMENT MANAGERS	Rathbones Investment Management Ltd Wykeham Court Victoria Road Winchester SO23 7RG

The John Henry King Fund
Report of the Trustee
for the Year Ended 31 December 2023

The trustee presents its report with the financial statements of the charity for the year ended 31 December 2023. The trustee has adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Purposes or objects of the charity

The governing memorandum of the charity dating from 1950 states its objects as being: “1. To help retired priests of the Portsmouth Diocese 2. To help sick priests of the Portsmouth Diocese and sick priests attached to it, provided they are seculars”. The ‘Portsmouth Diocese’ is now known as the Catholic Diocese of Portsmouth. The latest version of the charity’s rules, which were adopted in July 2023, describes the charity’s purposes more broadly as being “To help to meet the needs in sickness or retirement of those priests who enjoy membership.”

Related activities undertaken

The charity, at its discretion, may award grants to Roman Catholic priests, who are members of the charity, who apply for financial help, and meet eligibility criteria.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The results for the year are detailed in the Statement of Financial Activities on page 6 and the trustee considers the state of affairs to be satisfactory. During the year grants were paid to 31 beneficiaries totalling £47,530.

FINANCIAL REVIEW

Financial results and closing financial position

Net income before investment gains/(losses) in 2023 was £65,221 compared to net income of £6,108 in 2022 - details are shown in the Statement of Financial Activities on page 6. The £59,113 increase in net income was mainly accounted for by higher legacy receipts. There was a net investment gain of £121,481 in 2023 versus a net investment loss £332,970 in 2022. This resulted in a net increase in funds of £186,702 in 2023 compared to a net decrease of £326,862 in 2022. The closing total unrestricted fund balance was £2,268,902 at 31 December 2023 (£2,082,200 at 31 December 2022).

Investment policy and objectives

Rathbones Investment Management Ltd are the appointed managers of the charity’s investment portfolio. Quarterly statements are provided by the managers which are reviewed by the trustee. The policy agreed with the investment managers is to maintain income and produce capital growth for future needs. The ratio of fixed interest-bearing funds to equities is reviewed annually.

Following the review in 2022 and transition to a lower risk level strategy, there has been no change in the investment policy and objectives. The aim continues to be maintenance of net income while reducing volatility in return for lower growth targets (but still above inflation).

Reserves (funds) policy

The charity's policy is to maintain, where possible, the capital value of the fund and to utilise the annual investment income to pay grants to the beneficiaries and cover administration costs. No restrictions are imposed by the fund rules concerning the way the charity fulfils its purpose, except that no payments may be made towards the funeral expenses of deceased members.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Structure

The charity is an unincorporated charitable association governed by a memorandum dating from 1950 and subsequent rules, the latest version of which were adopted in July 2023 (the ‘Rules’). It was registered with the Charity Commission for England and Wales on 16 January 1970, with charity number 224437.

The John Henry King Fund
Report of the Trustee
for the Year Ended 31 December 2023

Trustee

A Charity Commission Scheme made on 3 November 1969 appointed a company limited by guarantee, now called John Henry King Fund Limited (company number 00946817), as the sole corporate trustee of the charity which holds the assets of the charity on trust for the purposes of the charity (the 'trustee company').

Management

The board of directors (also referred to as the 'Council') of the trustee company is responsible on behalf of the trustee company for the conduct of the charity in accordance with its objects. Day-to-day administration of the charity is carried out by the Chief Administrator, who is also President (chair) of the Council. The Chief Administrator is currently assisted by a volunteer treasurer and a volunteer secretary. Members of the charity are entitled to nominate and vote on the appointment of the trustee company directors/members of Council.

The charity is currently undergoing a governance review and intends to update and improve its governing documents and to clarify the structure and relationship between the charity and the trustee company and the charity's membership and beneficiaries in the next financial year.

Risk management

The trustee has a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

TRUSTEE'S RESPONSIBILITY STATEMENT

The trustee is responsible for preparing the Report of the Trustee and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

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

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

Approved by order of the board of the trustee company on 31/10/2024 and signed on its behalf by:



Rev Fr A D'Mello – Director
John Henry King Fund Limited

Report of the Independent Auditors to the Trustee of
The John Henry King Fund

Opinion

We have audited the financial statements of The John Henry King Fund (the 'charity') for the year ended 31 December 2023 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 charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

Emphasis of matter

As explained in note 9 to the financial statements, the unincorporated charity is now displaying the correct presentation/position for the year ended 31 December 2023 following the detailed governance review carried out in 2024. Historically this entity had been treated as an incorporated charity, limited by guarantee. Our opinion is not modified in respect of this matter.

Other information

The trustee is 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.

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

Report of the Independent Auditors to the Trustee of
The John Henry King Fund

Responsibilities of trustee

As explained more fully in the Trustee's Responsibilities Statement, the trustee is responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustee determines 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 trustee is responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustee either intends to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

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

We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those that relate to the Charities Act 2011 and FRS 102.

We assessed the risks of material misstatement in respect of fraud as follows: we made full enquiries with management and those charged with governance. As part of our fraud discussions, we discussed particular areas we believed to be susceptible to misstatement. Also, during our audit, we paid particular attention to looking for any related party transactions, however there were no related party transactions in this entity.

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

Town & Forest
Chartered Accountants & Statutory Auditors
First Floor, New Barnes Mill
Cottonmill Lane
St Albans
AL1 2HA

Date: 31 October 2024



Zara Dunster FCA (Senior Statutory Auditor)

The John Henry King Fund

Statement of Financial Activities
for the Year Ended 31 December 2023

	Notes	Unrestricted fund £	Restricted fund £	Year Ended 31.12.23 Total funds £	Year Ended 31.12.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		70,592	-	70,592	9,148
Investment income	2	<u>57,868</u>	<u>-</u>	<u>57,868</u>	<u>58,621</u>
		<u>128,460</u>	<u>-</u>	<u>128,460</u>	<u>67,769</u>
EXPENDITURE ON					
Charitable activities					
Grants		47,530	-	47,530	47,000
Administration expenses		<u>15,709</u>	<u>-</u>	<u>15,709</u>	<u>14,661</u>
		<u>63,239</u>	<u>-</u>	<u>63,239</u>	<u>61,661</u>
NET INCOME BEFORE GAINS/(LOSSES) ON INVESTMENTS					
		65,221	-	65,221	6,108
Net gains/(losses) on investments		<u>121,481</u>	<u>-</u>	<u>121,481</u>	<u>(332,970)</u>
NET INCOME/(EXPENDITURE)					
		186,702	-	186,702	(326,862)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,082,200</u>	<u>-</u>	<u>2,082,200</u>	<u>2,409,062</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,268,902</u></u>	<u><u>-</u></u>	<u><u>2,268,902</u></u>	<u><u>2,082,200</u></u>

The notes form part of these financial statements

The John Henry King Fund

Balance Sheet
31 December 2023

	Notes	Unrestricted fund £	Restricted fund £	31.12.23 Total funds £	31.12.22 Total funds £
FIXED ASSETS					
Investments	4	2,217,415	-	2,217,415	1,996,531
CURRENT ASSETS					
Debtors	5	1,545	-	1,545	876
Cash at bank		<u>57,287</u>	<u>-</u>	<u>57,287</u>	<u>92,124</u>
		58,832	-	58,832	93,000
CREDITORS					
Amounts falling due within one year	6	(7,345)	-	(7,345)	(7,331)
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CURRENT ASSETS		<u>51,487</u>	<u>-</u>	<u>51,487</u>	<u>85,669</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,268,902	-	2,268,902	2,082,200
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET ASSETS		<u>2,268,902</u>	<u>-</u>	<u>2,268,902</u>	<u>2,082,200</u>
FUNDS	7				
Unrestricted funds				<u>2,268,902</u>	<u>2,082,200</u>
TOTAL FUNDS				<u>2,268,902</u>	<u>2,082,200</u>

The financial statements were approved by the board of the trustee company and authorised for issue on 31/10/2024 and were signed on its behalf by:



Rev Fr A D'Mello – Director
John Henry King Fund Limited

The notes form part of these financial statements

The John Henry King Fund
Notes to the Financial Statements
for the Year Ended 31 December 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d).

Fixed asset investments

The original costs of investments and the recognition of income streams are based upon records maintained by the Investment Managers, Rathbones Investment Management Ltd. The investments are accounted for at market value.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Resources expended

Donations made are accounted for when awarded. All other expenditure is recognised on an accruals basis.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

The John Henry King Fund

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

1. ACCOUNTING POLICIES - continued

Provisions and accruals

Provisions are recognised when there is a present legal or constructive obligation as a result of past events and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

2. INVESTMENT INCOME

	Year Ended 31.12.23 £	Year Ended 31.12.22 £
Dividends receivable	39,127	49,283
Interest receivable	<u>18,741</u>	<u>9,338</u>
	<u>57,868</u>	<u>58,621</u>

3. TRUSTEE REMUNERATION AND BENEFITS

There was no trustee remuneration or other benefits for the year ended 31 December 2023 nor for the period ended 31 December 2022.

Trustee expenses

There were no trustee expenses paid for the year ended 31 December 2023 nor for the period ended 31 December 2022.

4. FIXED ASSET INVESTMENTS

	Listed Investments £
MARKET VALUE	
At 1 January 2023	1,996,531
Additions	733,052
Disposals	(633,649)
Realised loss	<u>(34,713)</u>
At 31 December 2023	<u>2,061,221</u>
PROVISIONS	
Unrealised gain	156,194
NET BOOK VALUE	
At 31 December 2023	<u>2,217,415</u>
At 31 December 2022	<u>2,364,049</u>

The John Henry King Fund

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

5.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.12.23 £	31.12.22 £
	Tax repayable	<u>1,545</u>	<u>876</u>

6.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.12.23 £	31.12.22 £
	Accrued expenses	<u>7,345</u>	<u>7,331</u>

7.	MOVEMENT IN FUNDS	At 1.1.23 £	Net movement in funds £	At 31.12.23 £
	Unrestricted funds			
	General fund	2,082,200	186,702	2,268,902
		<u> </u>	<u> </u>	<u> </u>
	TOTAL FUNDS	<u>2,082,200</u>	<u>186,702</u>	<u>2,268,902</u>

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	128,460	(63,239)	121,481	186,702
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>128,460</u>	<u>(63,239)</u>	<u>121,481</u>	<u>186,702</u>

The John Henry King Fund

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	2,409,062	(326,862)	2,082,200
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>2,409,062</u>	<u>(326,862)</u>	<u>2,082,200</u>

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	67,769	(61,661)	(32,970)	(326,862)
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>67,769</u>	<u>(61,661)</u>	<u>(32,970)</u>	<u>(326,862)</u>

8. RELATED PARTY DISCLOSURES

Donation of £50 was received from Canon P J Townsend

Donation of £100 was received from Reverend J A Lee

9. POST BALANCE SHEET EVENTS

Historically this entity had been treated as an incorporated charity, limited by guarantee. In 2024, following a detailed governance review, it was found that the company and charity are in fact two distinct separate entities, with the company (John Henry King Fund Limited) acting solely as a corporate trustee for the unincorporated charity (The John Henry King Fund) which holds all the assets and undertakes all the activities. Therefore, these accounts for the year ended 31 December 2023 now display the correct presentation/position for the unincorporated charity.

The John Henry King Fund

**Detailed Statement of Financial Activities
for the Year Ended 31 December 2023**

	Year Ended 31.12.23 £	Year Ended 31.12.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	6,210	2,272
Tax reclaimed	1,545	876
Legacies	<u>62,837</u>	<u>6,000</u>
	70,592	9,148
Investment income		
Dividends receivable	39,127	49,283
Interest receivable	<u>18,741</u>	<u>9,338</u>
	<u>57,868</u>	<u>58,621</u>
Total incoming resources	128,460	67,769
EXPENDITURE		
Charitable activities		
Grants made	<u>47,530</u>	<u>47,000</u>
	47,530	47,000
Administration expenses		
Auditors' remuneration	4,800	3,600
Accountancy and legal fees	-	600
Treasurers Honorarium	800	800
Fund management fee	9,664	9,462
Bank charges	82	111
General expenses	<u>363</u>	<u>88</u>
	<u>15,709</u>	<u>14,661</u>
Total resources expended	<u>63,239</u>	<u>61,661</u>
Net income/(expenditure) before gains and losses	65,221	6,108
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	(34,713)	(100,359)
Unrealised gains/(losses)	156,194	(232,611)
Net (expenditure)/income	<u><u>186,702</u></u>	<u><u>(326,862)</u></u>