

THE SOCIETY OF THE FAITH (INCORPORATED)

Company Registered Number 00214216 (England & Wales)

Charity number 232821

ANNUAL REPORT FOR THE YEAR ENDED

31ST MARCH 2021

THE SOCIETY OF THE FAITH (INCORPORATED)

Registered Number 00214216 (England & Wales)

Registered with the Charity Commission number 232821

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THE SOCIETY OF THE FAITH (INCORPORATED)

Registered Number 00214216 (England & Wales)
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Legal and Administrative Information

Constitution

The Society of the Faith (Incorporated) is a company limited by guarantee and a registered charity governed by its memorandum and articles of association. Charity number 232821. Company number 00214216.

Directors and trustees

The directors of the charitable company ('the charity') are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

The trustees serving during the year and since the year end were as follows;

THE COURT OF FELLOWS

Dr. Andrew Hobley	(Principal)
The Rev. Canon Robert Gage	(Vice Principal)
Mr. Timothy Abraham	(appointed 27 October 2020)
Professor Andrew Chandler	
William Chapman Esq. CVO	
Dr. Julian Litten	
Mr. Peter Gaston	
The Rev. Barry Hall SSC	(retired 10 October 2020)
Dr. Brian Hanson CBE	
The Ven Dr William Jacob	
The Rev. Canon Dr. Robert Reiss	
The Rev. Christopher Trundle	
The Rev. Stephen Tucker	
Mr. Martin Woods	

Members of the Court act in an honorary capacity.

Secretary and Treasurer

Mrs. Margery Roberts

Principal Office & Registered Office

Faith House, 7 Tufton Street, Westminster, London SW1P 3QB

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Legal and Administrative Information Continued

Accountants

Azets, 2nd Floor, Regis House, 45 King William Street, London EC4 9AN

Bankers

Barclays Bank Plc., Westminster Abbey Business Centre, 2 Victoria Street, London SW1H 0ND

Central Board of Finance, Senator House, 85 Queen Victoria Street, London EC4V 4ET

Solicitors

Lee Bolton Monier-Williams, 1 The Sanctuary, London SW1P 3JT

THE SOCIETY OF THE FAITH (INCORPORATED)

Registered Number 00214216 (England & Wales)
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Report of the Court of Fellows (Directors) for the
year ended 31 March 2021

The Court of Fellows (trustee body and board of directors) are pleased to present their report together with the financial statements of the charity for the year ended 31 March 2021.

The financial statements comply with current statutory requirements (the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and 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).

1. Objectives and activities

The objects of the charity are to bring together Christians in communion with the See of Canterbury for mutual assistance in the work of the Christian church and to support and further charitable undertakings, particularly those which popularise the Catholic faith. To achieve these objects, the Society aims to carry out the following activities:

- let out functional accommodation to other charitable organisations with similar objects and to Watts & Co Ltd., a long-established firm supplying ecclesiastical furnishings and vestments;
- sponsor and produce new publications relating to the Anglican Church and the Christian faith, promote interest in historic Faith Press publications and host occasional conferences and symposiums on aspects of the Christian faith including Anglo-Catholicism;
- conserve an archive, including Faith Craft drawings and Faith Press publications and make these available to scholars;
- administer the Hoare Trust, which grant-aids the conservation and provision of ecclesiastical needlework, especially in needy parishes;
- administer the Liddon Fund, holding the annual Liddon Lecture, awarding grants to young scholars for advanced theological study, and for retreats.
- make meeting space available in Faith House for other church and charitable organisations;
- make grants from its general fund in accordance with a donations policy.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities they should undertake for the public benefit.

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Report of the Court of Fellows (Directors) for the
year ended 31 March 2021

2. Structure, governance and management

A board of trustees (known as the Court of Fellows), of up to 14 elected members, administers the charity. Meetings are normally held at least four times during the year and individual trustees also play an active part in the day to day running of the charity. A Secretary and Treasurer, elected by the members of the Society, manage the day-to-day work of the charity in accordance with the trustees' policies and directions. At present, these roles are combined. The holder is an experienced self-employed charity administrator and modest fees are paid to her in respect of the administration of the Society's business. Revisions to the Memorandum and Articles were approved at the 2017 Annual General Meeting and these came into force on 1 April 2018.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Dr. Andrew Hobley	(Principal)
The Rev. Canon Robert Gage	(Vice Principal)
Mr. Timothy Abraham	(appointed 27 October 2020)
Professor Andrew Chandler	
William Chapman Esq. CVO	
Dr. Julian Litten	
Mr. Peter Gaston	
The Rev. Barry Hall SSC	(retired 10 October 2020)
Dr. Brian Hanson CBE	
The Ven Dr William Jacob	
The Rev. Canon Dr. Robert Reiss	
The Rev. Christopher Trundle	
The Rev. Stephen Tucker	
Mr. Martin Woods	

Members of the Court act in an honorary capacity.

Secretary and treasurer:
Mrs. Margery Roberts

The principal and registered office of the Society is Faith House, 7 Tufton Street, London, SW1P 3QB.

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Report of the Court of Fellows (Directors) for the
year ended 31 March 2021

2. Structure, governance and management - continued

Governing document

The Society of the Faith is a company limited by guarantee by its Memorandum and Articles of Association dated 7 June 1926, amended 1 April 2018. It is registered as a charity with the Charity Commission. Applications for membership of the Society of the Faith, in the form required by the Articles, are submitted to the Court of Fellows for approval. When an application is approved, the applicant will be admitted to membership of the Society upon payment of the subscription.

Appointment of trustees

The trustee body is designated the Court of Fellows. Trustees and officers are elected by the members of the Society of the Faith at Annual General Meetings in accordance with the procedures set out in the Articles. No person who is not already a member of the Society may stand for election as a trustee. Vacancies occurring in the trustee body between Annual General Meetings may be filled by the trustees in accordance with the Articles. There are currently 13 trustees. No trustee has any beneficial interest in the company. In the event of winding up, all trustees guarantee to contribute a sum not exceeding £10 each.

3. Investment powers and policy

Under the Memorandum and Articles and relevant legislation, the charity has the power to make any investment which the trustees see fit.

4. Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

The Trustees consider that the public benefits from the Society from the following:

- the award of grants for education (especially young postgraduate Theology students), religious activities and the restoration of church needlework where there is an identified need;
- the nurturing of interest in, providing information on, and education in, the Christian faith, the Catholic Movement in the Church of England and church furnishings through publications, lectures and conferences;
- the provision of affordable accommodation in a central location, through leases, tenancies and meeting room provision, for a wide variety of charitable and community groups which themselves provide public benefit.

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Report of the Court of Fellows (Directors) for the
year ended 31 March 2021

5. Achievements and performance

It would hardly be possible to review the year without reflecting on the huge impact which the Covid-19 pandemic has had on people both in the United Kingdom and around the globe. The number of deaths and the severity of the illness would have been almost unbelievable only a few months earlier. The UK went into its first lockdown at the end of March 2020 and there have been two more since then, with restrictions being placed on free movement between the lockdowns.

The Society of the Faith, in common with most, if not all, other charities, initially found itself faced with difficult questions relating to governance. Can we hold an Annual General meeting? Can our trustees meet in person? What do we do about the Liddon lecture this year? Can contractors work in Faith House? After the first few weeks of lockdown, advice emerged from bodies such as the Charity Commission and the trustees were able to discuss the situation by email and, later, via Zoom. As the Articles provide for an Annual Meeting to be delayed for a considerable time 'in exceptional circumstance', it was decided, after consultation with the membership, that an AGM would not be practicable in 2020. This proved to be a wise decision, because the Covid-19 virus, which also developed variants, continued to present major threats to public health and welfare until vaccines had been developed and distributed. A programme of vaccination is now proceeding.

The trustees resolved that, with no AGM taking place in 2020, the terms of office for the trustees and officers should effectively be 'frozen' for this year, with elections taking place normally, it is hoped, in 2021. With the co-operation of the Society's independent examiners, Baldwins, now Azets, an annual report and accounts for 2019-20 were prepared, examined, distributed to members and submitted to the Charity Commission and Companies House.

The Court of Fellows met three times in 2020-2021, in June and October 2020 by email consultation and, in February 2021, via Zoom. All trustees participated. However, to the sorrow and regret of the Court, the Revd Barry Hall SSC resigned his trusteeship in October 2020. He had been a trustee since 2004. The Society records its warmest gratitude to him. To fill the vacancy, the Court appointed Mr Tim Abraham, to serve as a trustee initially until the next AGM, when he will be able to stand for election. He is most welcome.

Despite the pandemic, the major project to form an online catalogue of all the Faith Press books and music that were published has proceeded rapidly, thanks to the skill and efficiency of Dr Peter Webster, who was commissioned to conduct the project under the supervision of the Publications and Symposium Committee, chaired by the Revd Canon Robert Gage. A catalogue is now available on the open source facility, Zotero. In addition, downloadable versions of the catalogue are available on a different website, Figshare. This has been a major achievement and it is hoped that the catalogue will benefit scholars and students in the years ahead. Warmest thanks are due to Dr Webster.

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Report of the Court of Fellows (Directors) for the
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5. Achievements and performance - continued

Dr Webster was also our Liddon lecturer for 2020. His lecture on the Revd Dr Eric Mascall, delivered via Zoom in December, was an outstanding success and has been viewed on YouTube over a hundred times. During the year, a grant of £2500 was awarded from the Liddon fund to an 'outstanding' Cambridge doctoral student researching the Cappadocian Church Fathers. She had received one previous grant from the Fund.

Two grants were offered from the Hoare Trust, both for £1000. One, for a parish in the Diocese of Bristol which was conserving a fine altar frontal, has been paid to the parish. The other, for a small parish in the Diocese of St Albans which was hoping to conserve a fine but dilapidated banner, has been held for a year while the parish tries to raise the remaining funds.

One grant was made from the general fund. This was for £2,500 and was awarded to Lambeth Palace Library towards the cost of fitting out a public exhibition space in its new building. It was noted that, not only were John Douglas's papers kept by the Library, but several Faith Press books were there, too.

Because of the lockdowns and personnel working from home, Faith House has been very quiet this year, with little use made of the Douglas Room. However, we are pleased to report that, in 2020, an approach was made by the Council of Christians and Jews over the possibility of their leasing a second floor office for, initially, three years. This was approved by the Court of Fellows and a lease was completed on 28 June 2021.

The Society's website continued to be managed and kept up to date by Dr Andrew Hobley, with enquiries, which especially concerned items made by Faith Craft and books published by the Faith Press, being dealt with largely by the Secretary. The website also has a link to Dr Webster's Liddon Lecture.

6. Risk management

The trustees aim to maintain Faith House in structually good order, to keep risk to a minimum, both financially and within the structure and occupation of Faith House, to encourage good relationships with the tenants, occupants and users of the building and to promote the charitable activities arising from the charity's objects. Faith House is normally well used both to raise income and as functional property. In order to limit financial risk, funds are invested in the well-respected Central Board of Finance (CBF) funds managed by CCLA. The building is insured by the Ecclesiastical Insurance Office, a long established provider of insurance for churches and charities. Financial controls are firmly maintained and no single individual has financial or managerial control.

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Report of the Court of Fellows (Directors) for the
year ended 31 March 2021

6. Risk management - continued

The trustees, recognising the importance of actively managing risk within Faith House, maintain and keep updated a health and safety file containing risk assessments and policies. Contracts are maintained for the servicing of fire alarms, fire extinguishers and the heating boiler and thermostats. The Secretary is a trained fire marshal and all tenants are actively encouraged to keep their own procedures for emergency evacuation up to date. Fire drills are held at intervals. A risk register, together with a schedule for regular reviewing of all assessments and policies, ensures that potential risks are constantly kept in mind.

Following an inspections carried out by the Society's architect, Mr Michael Poteliakhoff, a continuous programme of repairs and maintenance has taken place. Small maintenance items are carried out routinely. A new drainage system, including non-return valves, was installed during 2019, mitigating the risk of flooding to the basement. In 2019-2020, major works were carried out to the roof and facade of the buildings at a cost of around £30,000. In 2020-2021, because of the Covid-19 pandemic and resulting restrictions, no major works were undertaken, but regular servicing was maintained.

The Society depends for most of its income on the leases and tenancies in Faith House. These are kept under review and legal advice is regularly obtained. The current tenants, consisting mainly of church/interfaith charities and Watts and Company Ltd, reflect the Society's own charitable objects very closely. The trustees consider it to be important for Faith House to be used and occupied in a way that both promotes their objects and serves the Church and community generally.

7. Reserves policy and total reserves

The trustees recognise the importance of maintaining a reserves policy in line with guidance from the Charity Commission. At present, the cost of running and maintaining the building and meeting business rates (with charitable rating relief) is around £50,000 per annum, not including improvement work or major repairs, and further funds are required to cover the costs of administration, including fees paid the the Secretary/Treasurer, and to cover periods when parts of the building may be untenanted. Although a proportion of the running costs are recoverable from tenants on a pro rata basis, the trustees consider it prudent to retain at least a year's costs in reserve in order to meet routine commitments and the additional responsibility of maintaining and upgrading an historic listed building. The trustees hope at some stage to replace the current boiler with a more energy-efficient one. The Society does not have permanent endowment and relies on receiving income from invested funds as well as from rents. Bearing all these matters in mind, the trustees consider that around £75,000 should be kept easily accessible on deposit with the CBF for the time being, both to cover immediate needs and other commitments for a year, provide for emergencies and repairs and to produce an income, although the current base rate is only 0.10%. The current policy is to place all other unrestricted funds in the CBF Investment Fund. The position is kept under constant review and was last reviewed in February 2021. Funds held in the two restricted funds are not available for general use.

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Report of the Court of Fellows (Directors) for the
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8. Data protection

The trustees comply with the provisions of the Data Protection Act 2018, which incorporates the General Data Protection Regulation, which came into force in May 2018. They maintain a personal data protection policy and policy statement. All of the Society's activities are on a not-for-profit basis.

9. Trustees' responsibilities in relation to the financial statements

Company law requires the trustees to prepare financial statements that give a true and fair view of the state of affairs of the charity at the end of the financial year and of its surplus or deficit for the financial year. In doing so, the trustees are required to:

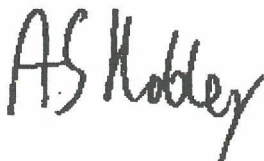
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

10. Independent Examiners

As there was no Annual General Meeting in 2020 because of the exceptional circumstances of the Covid-19 pandemic, the Court of Fellows have invited Azets (formerly Baldwins) to undertake the independent examination of the accounts.

By order of the Court of Fellows:



Dr. Andrew Hobley - Principal

Date: 4 August 2021

THE SOCIETY OF THE FAITH (INCORPORATED)

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Independent Examiner's Report to the Trustees of
The Society of the Faith (Incorporated)
year ended 31 March 2021

I report to the charity trustees on my examination of the accounts for the year ended 31st March 2021 set out on pages 12 to 27.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purpose of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

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Independent Examiner's Report to the Trustees of
The Society of the Faith (Incorporated)
year ended 31 March 2021

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



John Howard, FCA

Azets
2nd Floor
Regis House
45 King William Street
London
EC4R 9AN

Date: 17 September 2021

THE SOCIETY OF THE FAITH (INCORPORATED)

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STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE
ACCOUNT) FOR THE YEAR ENDED 31ST MARCH 2021

	<u>Notes</u>	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds</u>	<u>Total Funds</u>
		£	£	2021 £	2020 £
Incoming resources					
Activities for generating funds;					
Recharges to Tenants	5	27,507	-	27,507	31,996
Income from Publications/Greeting Cards	5	111	-	111	147
Donations	5	476	-	476	521
Investment Income	5	128,977	5,776	134,753	137,048
Total incoming resources		<u>157,071</u>	<u>5,776</u>	<u>162,847</u>	<u>169,712</u>
Less Cost of generating funds;					
Faith House Expenditure	6	56,786	-	56,786	132,138
Charitable Expenditure;					
Grants Payable	7	4,050	3,500	7,550	7,840
Other Charitable activities	8	21,270	929	22,199	26,219
Total resources expended		<u>82,106</u>	<u>4,429</u>	<u>86,535</u>	<u>166,197</u>
NET INCOMING RESOURCES		74,965	1,347	76,312	3,515
Realised and unrealised investment gains / (losses)	9	<u>221,139</u>	<u>34,548</u>	<u>255,687</u>	<u>(22,437)</u>
Movement in total funds for the year; net income/expenditure for the year	10	296,104	35,895	331,999	(18,922)
Total funds brought forward		<u>1,230,706</u>	<u>176,812</u>	<u>1,407,518</u>	<u>1,426,440</u>
Total funds carried forward	18	<u>1,526,810</u>	<u>212,707</u>	<u>1,739,517</u>	<u>1,407,518</u>

All incoming resources and resources expended derive from continuing activities.

The Statement of Financial Activities includes all gains and losses recognised in the year.

THE SOCIETY OF THE FAITH (INCORPORATED)

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BALANCE SHEET
AT 31ST MARCH 2021

	<u>Notes</u>	<u>2021</u> £	<u>2020</u> £
<u>FIXED ASSETS</u>			
Tangible	12	35,000	35,000
Investments	13	1,530,208	1,229,521
<u>CURRENT ASSETS</u>			
Cash at Bank	14	158,596	161,863
Debtors	15	36,221	5,624
		<u>194,817</u>	<u>167,487</u>
Creditors; Amounts falling due within one year	16	<u>(20,508)</u>	<u>(24,490)</u>
<u>NET CURRENT ASSETS</u>		<u>174,309</u>	<u>142,997</u>
		<u>1,739,517</u>	<u>1,407,518</u>
<u>FINANCED BY:</u>			
Unrestricted Funds	18	1,526,810	1,230,706
Restricted Funds	18	<u>212,707</u>	<u>176,812</u>
<u>TOTAL CHARITY FUNDS</u>		<u>1,739,517</u>	<u>1,407,518</u>

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BALANCE SHEET – CONTINUED
AT 31ST MARCH 2021

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2021.

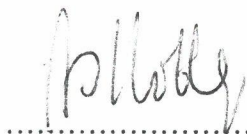
The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2021 in accordance with Section 476 of the Companies Act 2006.

The Court of Fellows acknowledge its responsibilities for:

- (a) ensuring that the company keeps accounting records which 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 company as at the end of each financial year and of its profit or loss 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 company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard 102.

The financial statements were approved by the Court of Fellows on 4 August 2021 and were signed on its behalf by:



..... Dr. Andrew Hobley (Principal)



..... Margery Roberts (Treasurer)

THE SOCIETY OF THE FAITH (INCORPORATED)

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NOTES RELATING TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

1. Accounting Policies

Charity information

The Society of the Faith (Incorporated) is a private company limited by guarantee incorporated in England and Wales. The registered office address is Faith House, 7 Tufton Street, London, SW1P 3QB. The nature of the charity's operations and principle activities are to bring together Christians in communion with the See of Canterbury for mutual assistance in the work of the Christian church and to support and further charitable undertakings, particularly those which popularise the Catholic faith.

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006 and UK Generally Accepted Accounting Policies as it applies from 1 January 2019. The Society is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, and to include certain financial instruments at fair value. The principle accounting policies adopted are set out below.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. Assets and liabilities are initially recognised at historic cost or transaction value unless otherwise stated in the relevant accounting policy note.

1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

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NOTES RELATING TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

1. Accounting Policies - continued

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.4 Incoming resources

a) Rental of Faith House

Income from rental is included in the period in which the charity is entitled to the receipt.

b) Donations

Income from donations is included in incoming resources when these are receivable, except as follows:

When donors specify that donations given to the charity must be used in future accounting periods, the income is deferred until those periods.

When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the pre-conditions for use have been met.

When donors specify that donations are for particular restricted purposes, which do not amount to pre-conditions regarding entitlement, this income is included in incoming resources of restricted funds when receivable.

c) Investment Income

Rent, interest and dividends are included when receivable by the charity.

1.5 Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Certain expenditure is directly attributable to specific activities and has been included in those cost categories.

1.6 Fund accounting

Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

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NOTES RELATING TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

1. Accounting Policies - continued

1.6 Fund accounting - continued

Restricted funds - these are funds that 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.

1.7 Tangible fixed assets

Individual fixed assets are capitalised at cost and are depreciated over their estimated useful economic lives on a basis as follows:

Long leasehold buildings - 0%

1.8 Investments

Listed investments held as fixed assets are revalued annually by CCLA Investment Management Limited at the market value, and the gain or loss on revaluation taken to the Statement of Financial Activities.

1.9 Repairs and renewals

All expenditure on the Faith House building is written off in the year as repairs and maintenance.

1.10 Governance Costs

Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulations and good practice. This cost is now showing on the Statement of Financial Activities within Other Charitable activities.

1.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

a) Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financial transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE SOCIETY OF THE FAITH (INCORPORATED)

Registered Number 00214216 (England & Wales)
Registered with the Charity Commission number 232821

NOTES RELATING TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021

1. Accounting Policies - continued

1.11 Cash and cash equivalents - continued

b) Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

c) Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2. Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revisions affects both current and future periods.

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FOR THE YEAR ENDED 31ST MARCH 2021

3. Legal status of the charity

The charity is a company limited by guarantee and has no share capital. Every trustee undertakes to contribute to the assets of the charity, in the event of the same being wound up during the time that he is a member, or within one year afterwards, for payment of the debts and liabilities of the charity contracted before the time at which he ceases to be a member, and of the costs, charges and expenses of winding up the same, and for the adjustment of the rights of the contributories amongst themselves, such amount as may be required not exceeding £10.

4. Going concern

The accounts have been prepared on a going concern basis; the trustees are not aware of any existence of any material uncertainties.

5. COVID-19

Since the year end, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, entities are being forced to cease or limit operations for long or indefinite periods of time, the Charity has been fortunate enough to be able to continue to rent its premises to existing tenants.

The Charity has determined that these events are non-adjusting subsequent events. Accordingly, the financial position and results of operations as of and for the year ended 31 March 2021 have not been adjusted to reflect their impact. The duration and impact of the COVID-19 pandemic, as well as the effectiveness of the government and central bank responses, remains unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position and results of the Charity for future periods.

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NOTES RELATING TO THE FINANCIAL STATEMENTS Continued
FOR THE YEAR ENDED 31ST MARCH 2021

	<u>2021</u>	<u>2020</u>
	£	£
5. Incoming resources		
<u>Recharges to Tenants of Faith House</u>		
Service charge	<u>27,507</u>	<u>31,996</u>
 <u>Income from Publications/Greeting Cards</u>	 <u>111</u>	 <u>147</u>
<u>Donations</u>		
Donations received	3	18
Subscriptions	<u>473</u>	<u>503</u>
	<u>476</u>	<u>521</u>
 <u>Investment Income</u>		
<u>Unrestricted Funds</u>		
Bank interest	295	722
Investment income	36,741	34,606
Rental of Faith House	91,891	95,406
Use of Douglas Room	<u>50</u>	<u>655</u>
	<u>128,977</u>	<u>131,389</u>
 <u>Restricted Funds</u>		
Bank interest;		
Hoare Trust	8	18
Liddon Fund	29	70
Investment income;		
Hoare Trust	436	423
Liddon Fund	<u>5,303</u>	<u>5,148</u>
	<u>5,776</u>	<u>5,659</u>
 6. Faith House expenditure		
General rates	20,003	19,703
Electricity and gas	2,923	3,919
Insurance	5,827	5,678
Repairs and building maintenance	6,448	83,293
Cleaning and washroom costs	15,030	14,145
Deed of variation rent	<u>6,555</u>	<u>5,400</u>
	<u>56,786</u>	<u>132,138</u>

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NOTES RELATING TO THE FINANCIAL STATEMENTS Continued
FOR THE YEAR ENDED 31ST MARCH 2021

	<u>2021</u>	<u>2020</u>
	£	£
7. Grants Payable		
<u>Unrestricted Funds</u>		
Publication Sponsorship	4,050	1,840
<u>Restricted Funds</u>		
Educational Grants – Liddon Fund	2,500	6,000
Needlework Grants – Hoare Trust	1,000	-
	3,500	6,000
8. Other Charitable Activities		
<u>Unrestricted Funds</u>		
Donation to Dean and Chapter of Westminster Abbey	-	300
Donation to Lambeth Palace Library	2,500	-
	2,500	300
<u>Restricted Funds</u>		
Lecture Expenses – Liddon Fund	150	182
Governance Costs		
<u>Unrestricted Funds</u>		
Travelling	399	3,470
General Secretarial expenses	381	1,022
Annual Return fee	13	13
Legal & professional fees	4,030	7,157
Secretary and Treasurer's Honorarium	11,500	10,750
Accountancy Fees	2,334	2,334
Bank Charges	113	192
	18,770	24,938
<u>Restricted Funds</u>		
Secretary and Treasurer's Honorarium – Liddon Fund	600	600
General Secretarial expenses	179	199
	779	799
Unrestricted Fund totals	21,270	25,238
Restricted Fund totals	929	981

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NOTES RELATING TO THE FINANCIAL STATEMENTS Continued
FOR THE YEAR ENDED 31ST MARCH 2021

	<u>2021</u>	<u>2020</u>
	£	£
9. Realised and unrealised investment gains / (losses)		
<u>Unrestricted Funds</u>		
Gain / (Loss) on revaluation of investment	221,139	(19,525)
	<u>221,139</u>	<u>(19,525)</u>
<u>Restricted Funds</u>		
Gain / (Loss) on revaluation of investment		
Hoare Trust	2,624	(221)
Liddon Fund	31,924	(2,691)
	<u>34,548</u>	<u>(2,912)</u>
10. Net income for the year		
The surplus/(deficit) on ordinary activities is stated after crediting the following;		
Operating Lease – Faith House	<u>119,448</u>	<u>128,057</u>
11. Taxation		

The Society of the Faith (Incorporated) is a registered charity, and as such is exempted from taxation.

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NOTES RELATING TO THE FINANCIAL STATEMENTS Continued
FOR THE YEAR ENDED 31ST MARCH 2021

12. Tangible fixed assets	Long Leasehold Land and Buildings £	Total £
Cost as at 1 April 2020 and at 31 March 2021	35,000	35,000
Depreciation as at 1 April 2020 and at 31 March 2021	-	-
Net book value As at 31 March 2020 and at 31 March 2021	35,000	35,000

13. Investments	Cost at 31.03.20 £	Additions	Cost at 31.03.21	Gross Income £	Market Value at 31.03.21 £	Market Value at 31.03.20 £
<u>Unrestricted Funds</u>						
C.B.F Investment Fund 62896.46 shares	775,291	45,000	820,291	36,741	1,329,127	1,062,987
<u>Restricted Funds</u>						
Hoare Trust						
C.B.F Investment Fund 748.53 shares	6,494	-	6,494	436	15,275	12,651
Liddon Fund						
C.B.F Investment Fund 9105.17 shares	91,410	-	91,410	5,303	185,806	153,883
	873,195	45,000	918,195	42,480	1,530,208	1,229,521

Under the Statement of Recommended Practice all investments have to be valued at their market value at the year end.

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NOTES RELATING TO THE FINANCIAL STATEMENTS Continued
FOR THE YEAR ENDED 31ST MARCH 2021

	<u>2021</u>	<u>2020</u>
	£	£
14. Cash at Bank		
<u>Unrestricted Funds</u>		
Current Account	61,367	62,434
C.B.F. Deposit Account	85,604	89,151
	<u>146,971</u>	<u>151,585</u>
<u>Restricted Funds</u>		
Hoare Trust	2,162	2,718
Liddon Fund	9,463	7,560
	<u>11,625</u>	<u>10,278</u>
	<u>158,596</u>	<u>161,863</u>
15. Debtors		
<u>Unrestricted Funds</u>		
Prepayments and Accrued Income	36,221	5,624
Other debtors	-	-
	<u>36,221</u>	<u>5,624</u>
16. Creditors		
Amounts falling due within one year		
<u>Unrestricted Funds</u>		
Other Creditors	<u>20,508</u>	<u>24,490</u>

17. Related party transactions

There were no contracts of significance, subsisting during or at the end of the year in which a member of the Court of Fellows is or was materially interested, except as stated below.

Travelling expenses amounting to £Nil (2020 : £2,510) were reimbursed to 0 (2020: 9) Trustees.

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NOTES RELATING TO THE FINANCIAL STATEMENTS Continued
FOR THE YEAR ENDED 31ST MARCH 2021

18. Analysis of charitable funds

Analysis of movements in funds

	Balance 1 April 2020	Income	Expenditure	Investment gain/(loss)	Funds 31 March 2021
	£	£	£	£	£
Unrestricted fund	1,230,706	157,071	82,106	221,139	1,526,810
Hoare fund	15,369	444	1,000	2,624	17,437
Liddon Fund	161,443	5,332	3,429	31,924	195,270
	176,812	5,776	4,429	34,548	212,707

Analysis of movements in funds

	Balance 1 April 2019	Income	Expenditure	Investment gain/(loss)	Funds 31 March 2020
	£	£	£	£	£
Unrestricted fund	1,245,394	164,053	159,216	(19,525)	1,230,706
Hoare fund	15,149	441	-	(221)	15,369
Liddon Fund	165,897	5,218	6,981	(2,691)	161,443
	181,046	5,659	6,981	(2,912)	176,812

The unrestricted fund is held for the objectives of the charity.

Funds held in the two restricted funds are not available for general use. The funds use are as follows;
Hoare Trust, which grant-aids the conservation and provision of ecclesiastical needlework;
Liddon Fund, holding the annual Liddon Lecture and awarding grants to young scholars for advanced theological study, and for retreats.

The unrestricted fund as at 1 April 2015 has been reinstated to reflect the presentation of tangible fixed assets to comply with SORP and FRS 102. The value of the property known as 'Faith House' is now included as a tangible fixed asset of £35,000 (2019 £35,000). The requirement of obtaining an annual valuation has made it cost prohibitive to record the asset as an investment at fair value.

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ACCOUNT OF FUNDS HELD IN TRUST

HOARE TRUST

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2021

	<u>Notes</u>	<u>2021</u>	<u>2020</u>
<u>INCOME</u>			
		£	£
Investment Income	5	436	423
Bank Interest	5	8	18
Gain on revaluation of investment assets	9	2,624	-
		<u>3,068</u>	<u>441</u>
<u>EXPENDITURE</u>			
Charitable Expenditure			
Grants Payable	7	1,000	-
Loss on revaluation of investment assets	9	-	221
		<u>2,068</u>	<u>220</u>
Surplus for Year			

BALANCE SHEET
AT 31ST MARCH 2021

<u>FIXED ASSETS</u>			
Investments	13	15,275	12,651
<u>CURRENT ASSETS</u>			
Cash at Bank	14	2,162	2,718
		<u>17,437</u>	<u>15,369</u>
<u>REPRESENTED BY:</u>			
Accumulated Fund Brought Forward	18	15,369	15,149
Add; Surplus for Year	18	2,068	220
		<u>17,437</u>	<u>15,369</u>

THE SOCIETY OF THE FAITH (INCORPORATED)

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Registered with the Charity Commission number 232821

ACCOUNT OF FUNDS HELD IN TRUST

LIDDON FUND

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2021

	<u>Notes</u>	<u>2021</u>		<u>2020</u>	
<u>INCOME</u>		£	£	£	£
Investment Income	5		5,303		5,148
Bank Interest	5		29		70
Gain on revaluation of investment assets	9		31,924		-
			<u>37,256</u>		<u>5,218</u>
<u>EXPENDITURE</u>					
Charitable Expenditure					
Grants Payable	7	2,500		6,000	
Other Charitable Activities	8	929		981	
Loss on revaluation of investment assets	9	-	3,429	2,691	9,672
			<u>-</u>	<u>2,691</u>	<u>9,672</u>
Surplus / (Deficit) for Year			<u>33,827</u>		<u>(4,454)</u>

BALANCE SHEET
AT 31ST MARCH 2021

<u>FIXED ASSETS</u>			
Investments	13	185,807	153,883
<u>CURRENT ASSETS</u>			
Cash at Bank	14	9,463	7,560
		<u>195,270</u>	<u>161,443</u>
<u>NET CURRENT ASSETS</u>			
<u>REPRESENTED BY:</u>			
Accumulated Fund Brought Forward	18	161,443	165,897
Add; Surplus/ (Deficit) for Year	18	33,827	(4,454)
		<u>195,270</u>	<u>161,443</u>