

Religious of Mary Immaculate
Financial Statements
31 December 2020

BURGESS HODGSON LLP

Chartered accountants & statutory auditor
Camburgh House
27 New Dover Road
Canterbury
Kent
CT1 3DN

Religious of Mary Immaculate

Financial Statements

Year ended 31 December 2020

	Page
Trustees' annual report	1
Independent auditor's report to the members	5
Statement of financial activities	9
Statement of financial position	10
Statement of cash flows	11
Notes to the financial statements	12
The following pages do not form part of the financial statements	
Detailed statement of financial activities	21
Notes to the detailed statement of financial activities	23

Religious of Mary Immaculate

Trustees' Annual Report

Year ended 31 December 2020

The trustees present their report and the financial statements of the charity for the year ended 31 December 2020.

Reference and administrative details

Registered charity name Religious of Mary Immaculate

Charity registration number 238229

Principal office 15/16 Southwell Gardens
London
SW7 4RL

The trustees

Sr L Alvarez	
Sr F Sampang	(Retired 14 April 2020)
Sr C Arenaz	
Sr I Gregis	(Appointed 14 May 2020)
Sr A R Torres	(Appointed 14 May 2020)
Sr E Fabric	(Appointed 14 May 2020)

Auditor Burgess Hodgson LLP
Chartered accountants & statutory auditor
Camburgh House
27 New Dover Road
Canterbury
Kent
CT1 3DN

Bankers National Westminster Bank Plc
88 Cromwell Road
London
SW7 4EW

Solicitors Hunters
9 New Square
Lincoln's Inn
London
WC2A 3QN

Religious of Mary Immaculate

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Structure, governance and management

The financial statements comply with the statutory requirements, the governing document and the SORP (revised 2015 (FRS102)) of accounting and reporting by charities.

The governing document regarding the charity's constitution is a declaration of Charitable Trust dated 14th October 1957.

No formal method has been adopted by the charity for the appointment and training of trustees. Trustees are appointed internally based upon their experience and knowledge.

Strategic decisions are taken by the trustees with the main day-to-day management decisions taken by the sisters.

The Provincial House is in Paris and the Sisters' convents in London are two of many houses throughout the world. The Sisters have established hostels for girls providing lodging and spiritual care.

Risk Management

The Charity is dependent on its functional properties and any unforeseen damage to these properties, such as fires, represents the largest risk to the charity's ability to continue operations. The Trustees ensure that the properties are adequately insured in the event of any such catastrophe and the levels of insurance are reviewed on a regular basis, which incorporates health and safety reviews.

The trustees also have in place policies and procedures to cope with any beneficiaries requiring shelter and spiritual care.

Objectives and activities

The principal activity of the Charity as defined in the governing document is the advancement of the Roman Catholic religion in England & Wales.

The trustees are free to invest the funds of the charity as they feel is appropriate.

Public benefit

The Trustees confirm that they have complied with their duty as prescribed the Charities Act 2011 to have due regard to the Charity Commission's guidance on public benefit.

Achievements and performance

Both hostels had all rooms in the building available. This totals 79 rooms providing 122 beds.

The estimated usage of the hostels compared to maximum capacity is as follows:-

Struan House	33.00% (2019: 66.83%)
Southwell Gardens	49.05% (2019: 93.33%)

The occupancy in the year was significantly lower as a result of the impact of Covid-19 and travel restrictions. Twin and triple rooms have been reduced to single rooms in response to the pandemic, and based on this lower capacity, Southwell Gardens is fully booked for September 2021. As a result, the Trustees believe that capacity at Southwell Gardens will bounceback in 2021 but do not anticipate a full return to pre-pandemic levels.

During the year, the charity had 3 (2019: 3) volunteers providing help and assistance towards the running of the charity during the year.

Religious of Mary Immaculate

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Financial review

During the year, there was a deficit in funds totalling £24,646 (2019: £32,676 surplus). The charity made donations to Provincial House of £5,000 (2019: £86,600) during the year.

The total bank balance was £188,611 (2019: £220,443) at the year end.

Reserves

The Trust's reserves at the year end totalled £58,261 (2019: £197,960), which is arrived at after removing the value of the functional property and its fittings. There are no restricted or designated funds. The Trustees continued to maintain reserves during the period appropriate to meet the future charitable objectives of the charity, with the aim of maintaining the fund to enable the charity to continue to provide spiritual care and hostel services.

During the year as a result of the impact of Covid and other outside influences on the charity, the Trustees deemed it appropriate to reconsider the policy of holding reserves. The previous policy to maintain reserves sufficient to meet 3 - 6 months expenditure was insufficiently conservative, and as a result the period was extended. The new policy was approved and came into effect in June 2021, and is to hold sufficient reserves to meet 2 years expenses without budgeting any additional income.

The charity is dependent on its functional property in South Kensington and Wimbledon and any unforeseen damage to these properties, such as a fire, represents the largest risk to the charity's ability to continue operations. The Trustees ensure that the property is adequately insured in the event of any such catastrophe and the levels of insurance are reviewed on a regular basis.

Plans for future periods

The main strategy for the foreseeable future is the further advancement of the Roman Catholic religion and in direct connection to provide shelter and spiritual care for visitors.

Events after the end of the reporting period

After the yearend, the Charity sold Struan House, one of the two properties held by the Charity.

The COVID-19 pandemic has also continued to impact the Charity into 2021. Measures taken by various governments to contain the virus have affected global economic activity. We have taken a number of measures to monitor and mitigate the effects of COVID-19, such as safety and health measures for our people and beneficiaries, and reducing twin or triple rooms to single occupancy.

The financial impact on our charity saw a continuation of the decreased levels of young women visiting our houses for spiritual care and hostel services and therefore donations. This being said, Southwell Gardens is fully booked from September 2021. We have looked to mitigate the reduced income by reducing unnecessary expenditure. The sale of Struan House generated a large cash inflow which means that liquidity is not an immediately significant issue, and the reserves policy of the Charity was updated as a result.

As travel restrictions continue to lift in different countries, we have seen increases in the number of visitors to our houses, and are confident that we will be able to continue our operations in the best and safest way possible without jeopardising the health of our people.

Religious of Mary Immaculate

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Trustees' responsibilities statement

The trustees 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).

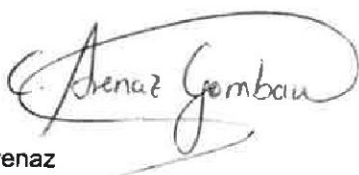
The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period.

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 applicable Charities SORP;
- make judgments and accounting 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 statements;
- 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 keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on29/10/21..... and signed on behalf of the board of trustees by:



Sr C Arenaz
Trustee

Religious of Mary Immaculate

Independent Auditor's Report to the Members of Religious of Mary Immaculate

Year ended 31 December 2020

Opinion

We have audited the financial statements of Religious of Mary Immaculate (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, 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 FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its 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;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

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

Religious of Mary Immaculate

Independent Auditor's Report to the Members of Religious of Mary Immaculate (continued)

Year ended 31 December 2020

Other information

The other information comprises the information included in the 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.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate 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.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Religious of Mary Immaculate

Independent Auditor's Report to the Members of Religious of Mary Immaculate (continued)

Year ended 31 December 2020

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:

The extent to which the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud. In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the audit engagement team:

- obtained an understanding of the nature of the environment, including the legal and regulatory framework that the Charity operates in and how the Charity is complying with the legal and regulatory framework;
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur including assessment of how and where the financial statements may be susceptible to fraud. As a result of these procedures we consider the most significant laws and regulations that have a direct impact on the financial statements are the Charities Act 2011 and regulations made under them and FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. We performed audit procedures to review the financial statements for compliance with the relevant legislation.

Religious of Mary Immaculate

Independent Auditor's Report to the Members of Religious of Mary Immaculate (continued)

Year ended 31 December 2020

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Camburgh House
27 New Dover Road
Canterbury
Kent
CT1 3DN

Burgess Hodgson LLP
Chartered accountants & statutory auditor

1st November 2021

Religious of Mary Immaculate
Statement of Financial Activities
Year ended 31 December 2020

		2020		2019
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	424,988	424,988	674,102
Investment income	5	43	43	93
Other income	6	26,942	26,942	65
Total income		451,973	451,973	674,260
Expenditure				
Expenditure on charitable activities	7,8	476,619	476,619	641,584
Total expenditure		476,619	476,619	641,584
Net (expenditure)/income and net movement in funds		(24,646)	(24,646)	32,676
Reconciliation of funds				
Total funds brought forward		4,148,336	4,148,336	4,115,660
Total funds carried forward		4,123,690	4,123,690	4,148,336

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

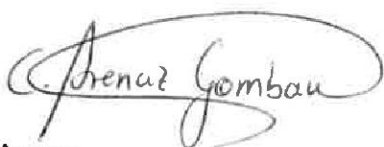
Religious of Mary Immaculate

Statement of Financial Position

31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible fixed assets	14	4,095,520	3,950,376
Current assets			
Debtors	15	569	—
Cash at bank and in hand		188,611	220,433
		<u>189,180</u>	<u>220,433</u>
Creditors: amounts falling due within one year	16	161,010	22,473
Net current assets		<u>28,170</u>	<u>197,960</u>
Total assets less current liabilities		<u>4,123,690</u>	<u>4,148,336</u>
Net assets		<u>4,123,690</u>	<u>4,148,336</u>
Funds of the charity			
Unrestricted funds		4,123,690	4,148,336
Total charity funds	18	<u>4,123,690</u>	<u>4,148,336</u>

These financial statements were approved by the board of trustees and authorised for issue on ..2.9./10.12.1..., and are signed on behalf of the board by:



Sr C Arenaz
Trustee

Religious of Mary Immaculate

Statement of Cash Flows

Year ended 31 December 2020

	2020 £	2019 £
Cash flows from operating activities		
Net (expenditure)/income	(24,646)	32,676
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	26,320	26,298
Other interest receivable and similar income	(43)	(93)
Interest payable and similar charges	1,122	2,078
Accrued expenses	2,898	—
<i>Changes in:</i>		
Trade and other debtors	(569)	357
Trade and other creditors	135,639	(11,625)
Cash generated from operations	140,721	49,691
Interest paid	(1,122)	(2,078)
Interest received	43	93
Net cash from operating activities	139,642	47,706
Cash flows from investing activities		
Purchase of tangible assets	(171,464)	(5,681)
Net cash used in investing activities	(171,464)	(5,681)
Net (decrease)/increase in cash and cash equivalents	(31,822)	42,025
Cash and cash equivalents at beginning of year	220,433	178,408
Cash and cash equivalents at end of year	188,611	220,433

The notes on pages 12 to 19 form part of these financial statements.

Religious of Mary Immaculate

Notes to the Financial Statements

Year ended 31 December 2020

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 15/16 Southwell Gardens, London, SW7 4RL.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The charity is continuously assessing the impact of Covid-19 on the financial performance of the charity during the 2021 financial year. Travel restrictions as a result of the pandemic have led to fewer residents to the houses, and as such the charity believes that Covid-19 will have a negative impact on performance for the year. The charity expects to make appropriate adjustments to financial and operational plans for the 2021 financial year and as such the current accounts continue to be prepared on a going concern basis.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

Religious of Mary Immaculate

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income: - income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably. - legacy income is recognised when receipt is probable and entitlement is established. - income from donated goods is measured at the fair value of the goods unless this is impracticable to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers. - Donations from the provision of shelter is accounted for on an accruals basis. - To the extent that the Charity makes limited charges to visitors to cover the cost of services while resident these are recorded when received.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Religious of Mary Immaculate

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- 10% straight line
Motor vehicles	- 25% reducing balance
Equipment	- 15% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into.

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Loans and borrowings are initially recognised at transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

Religious of Mary Immaculate

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
Donations - Provision of shelter	328,260	328,260	629,354	629,354
Donations - General	26,092	26,092	29,076	29,076
Pensions Income	12,928	12,928	13,047	13,047
Laundry Charges	(1,203)	(1,203)	2,625	2,625
European Province	58,911	58,911	—	—
	<u>424,988</u>	<u>424,988</u>	<u>674,102</u>	<u>674,102</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Bank interest receivable	<u>43</u>	<u>43</u>	<u>93</u>	<u>93</u>

6. Other income

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Government Grant Income	26,935	26,935	—	—
Other income	<u>7</u>	<u>7</u>	<u>65</u>	<u>65</u>
	<u>26,942</u>	<u>26,942</u>	<u>65</u>	<u>65</u>

Religious of Mary Immaculate
Notes to the Financial Statements (continued)
Year ended 31 December 2020

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Provision of hostel and support services	225,042	225,042	269,502	269,502
Advancement of the Roman Catholic Religion	54,544	54,544	159,483	159,483
Support costs	197,033	197,033	212,599	212,599
	<u>476,619</u>	<u>476,619</u>	<u>641,584</u>	<u>641,584</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2020 £	Total fund 2019 £
Provision of hostel and support services	225,042	182,187	407,229	473,062
Advancement of the Roman Catholic Religion	54,544	—	54,544	159,483
Governance costs	—	14,846	14,846	9,039
	<u>279,586</u>	<u>197,033</u>	<u>476,619</u>	<u>641,584</u>

9. Analysis of support costs

	Support costs £	Total 2020 £	Total 2019 £
Governance costs	14,846	14,846	8,840
Wages and salaries	149,665	149,665	158,941
Employer's NICs	5,211	5,211	5,004
Telephone	20,108	20,108	23,885
Office costs	1,049	1,049	3,364
Shoes and clothes	447	447	1,198
Crockery	28	28	312
Health	3,320	3,320	7,074
Bank charges	1,122	1,122	2,078
Books, magazines and newspapers	1,208	1,208	1,223
Support costs - Health & safety	29	29	481
	<u>197,033</u>	<u>197,033</u>	<u>212,400</u>

10. Net (expenditure)/income

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

	2020 £	2019 £
Depreciation of tangible fixed assets	26,320	26,298
Foreign exchange differences	261	199

Religious of Mary Immaculate

Notes to the Financial Statements (continued)

Year ended 31 December 2020

11. Auditors remuneration

	2020	2019
	£	£
Fees payable for the audit of the financial statements	<u>2,000</u>	<u>2,000</u>

12. Staff costs

The average head count of employees during the year was 15 (2019: 17). The average number of full-time equivalent employees during the year is analysed as follows:

	2020	2019
	No.	No.
Number of staff	<u>15</u>	<u>17</u>

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

13. Trustee remuneration and expenses

No remuneration, benefits from employment or expenses were paid by the charity or a related entity to the trustees.

14. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
Cost					
At 1 January 2020	3,880,604	111,226	12,285	383,317	4,387,432
Additions	171,120	—	—	344	171,464
At 31 December 2020	<u>4,051,724</u>	<u>111,226</u>	<u>12,285</u>	<u>383,661</u>	<u>4,558,896</u>
Depreciation					
At 1 January 2020	—	94,269	12,122	330,665	437,056
Charge for the year	—	3,252	41	23,027	26,320
At 31 December 2020	<u>—</u>	<u>97,521</u>	<u>12,163</u>	<u>353,692</u>	<u>463,376</u>
Carrying amount					
At 31 December 2020	<u>4,051,724</u>	<u>13,705</u>	<u>122</u>	<u>29,969</u>	<u>4,095,520</u>
At 31 December 2019	<u>3,880,604</u>	<u>16,957</u>	<u>163</u>	<u>52,652</u>	<u>3,950,376</u>

The Trustees regularly review the condition of the property. In view of the ongoing maintenance work invested in the functional assets the Trustees believe that a depreciation charge would not be significant. The carrying value of the property in the accounts is considered to be appropriate.

15. Debtors

	2020	2019
	£	£
Other debtors	<u>569</u>	<u>—</u>

Religious of Mary Immaculate
Notes to the Financial Statements *(continued)*
Year ended 31 December 2020

16. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	–	1,051
Accruals and deferred income	5,698	2,800
Hostel Room Deposits	5,801	14,001
Other loans	147,540	–
Other creditors	1,971	4,621
	<u>161,010</u>	<u>22,473</u>

17. Pensions and other post retirement benefits**Defined contribution plans**

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,869 (2019: £1,680).

18. Analysis of charitable funds**Unrestricted funds**

	At 1 January 20 20 £	Income £	Expenditure £	At 31 December r 2020 £
General funds	4,148,336	451,973	(476,619)	4,123,690

	At 1 January 20 19 £	Income £	Expenditure £	At 31 December 2019 £
General funds	4,115,660	674,260	(641,584)	4,148,336

19. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	4,095,520	4,095,520
Current assets	189,180	189,180
Creditors less than 1 year	(161,010)	(161,010)
Net assets	<u>4,123,690</u>	<u>4,123,690</u>

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	3,950,376	3,950,376
Current assets	220,433	220,433
Creditors less than 1 year	(22,473)	(22,473)
Net assets	<u>4,148,336</u>	<u>4,148,336</u>

Religious of Mary Immaculate
Notes to the Financial Statements *(continued)*
Year ended 31 December 2020

20. Analysis of changes in net debt

	At 1 Jan 2020	Cash flows	At 31 Dec 2020
	£	£	£
Cash at bank and in hand	<u>220,433</u>	<u>(31,822)</u>	<u>188,611</u>

21. Related parties

Religious of Mary Immaculate made donations of £5,000 (2019: £86,600) to the Provincial House during the year.

The Provincial House is considered to be the head office of hundreds of charities worldwide advancing the Roman Catholic religion.

Religious of Mary Immaculate

Management Information

Year ended 31 December 2020

The following pages do not form part of the financial statements.

Religious of Mary Immaculate
Detailed Statement of Financial Activities
Year ended 31 December 2020

	2020 £	2019 £
Income and endowments		
Donations and legacies		
Donations - Provision of shelter	328,260	629,354
Donations - General	26,092	29,076
Pensions Income	12,928	13,047
Laundry Charges	(1,203)	2,625
European Province	58,911	—
	<u>424,988</u>	<u>674,102</u>
Investment income		
Bank interest receivable	43	93
Other income		
Government Grant Income	26,935	—
Other income	7	65
	<u>26,942</u>	<u>65</u>
Total income	<u>451,973</u>	<u>674,260</u>
Expenditure		
Expenditure on charitable activities		
Food and provisions	21,486	31,750
Wages and salaries	147,796	157,261
Employer's NIC	5,211	5,004
Pension costs	1,869	1,680
Rates and water	3,461	3,738
Light and heat	72,195	65,520
Repairs and maintenance	83,679	125,011
Insurance	13,175	12,270
Travel costs	10,740	30,514
Legal and professional fees	14,585	8,840
Telephone	20,108	23,885
Other office costs	1,049	3,364
Health & safety	29	481
Depreciation	26,320	26,298
Other interest payable and similar charges	1,122	2,078
Foreign exchange gain/loss	261	199
Studies and conferences	6,276	11,717
Other charitable donations	37,556	117,564
Other charitable expenditure	3,741	7,074
Books, magazines and newspapers	1,208	1,223
Staff welfare and cleaning	4,752	6,113
	<u>476,619</u>	<u>641,584</u>
Total expenditure	<u>476,619</u>	<u>641,584</u>

Religious of Mary Immaculate
Detailed Statement of Financial Activities *(continued)*
Year ended 31 December 2020

	2020 £	2019 £
Net (expenditure)/income	<u>(24,646)</u>	<u>32,676</u>

Religious of Mary Immaculate

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Expenditure on charitable activities		
Provision of hostel and support services		
<i>Activities undertaken directly</i>		
Hostel - Food and provisions	21,486	31,750
Hostel - Rates and water	3,461	3,738
Hostel - Light and heat	72,195	65,520
Hostel - Repairs and maintenance	83,679	125,011
Hostel - Insurance	13,175	12,270
Hostel - Depreciation	26,320	26,298
Hostel - Other charitable expenditure	421	—
Hostel - Cleaning	4,305	4,915
	<u>225,042</u>	<u>269,502</u>
Support costs		
Support Hostel - Wages and salaries	147,796	157,261
Support Hostel - Employer's NIC	5,211	5,004
Support charitable activity - pension costs	1,869	1,680
Support Hostel - Telephone	20,108	23,885
Support Hostel - Office costs	1,049	3,364
Support Hostel - Health & safety	29	481
Support Hostel - Bank charges	1,122	2,078
Support Hostel - Crockery	28	312
Support Hostel - Health	3,320	7,074
Support Hostel - Books, magazines and newspapers	1,208	1,223
Support Hostel - Shoes and clothes	447	1,198
	<u>182,187</u>	<u>203,560</u>
Advancement of the Roman Catholic Religion		
<i>Activities undertaken directly</i>		
Advancement - Travel costs	10,740	30,514
Advancement - Studies and conferences	6,248	11,405
Advancement - Other charitable donations	37,556	117,564
	<u>54,544</u>	<u>159,483</u>
Governance costs		
Governance costs - audit fees	2,000	2,000
Governance costs - legal and other professional fees	12,585	6,840
Governance costs - foreign exchange gain/loss	261	199
	<u>14,846</u>	<u>9,039</u>
Expenditure on charitable activities	<u>476,619</u>	<u>641,584</u>

