

CHARITY NUMBER 240301

**THE COMMUNITY OF THE RESURRECTION
OF OUR LORD
FINANCIAL STATEMENTS
30 APRIL 2021**

THE COMMUNITY OF THE RESURRECTION OF OUR LORD

GENERAL INFORMATION

Trustees

Mr B V Wakeham
Mr A W A Cameron
Miss S Hennessy

Charity Number

240301

Solicitors

Charles Russell Speechlys LLP
5 Fleet Place
London
EC4M 7RD

Address

Charles Russell Speechlys LLP
5 Fleet Place
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Independent Examiner

Roger J Seaton FCA
23 Greenhill Park
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EN5 1HQ

Investment Managers

CCLA Investment Management Limited
The CBF Church of England Funds
Senator House
85 Queen Victoria Street
London
EC4V 4ET

THE COMMUNITY OF THE RESURRECTION OF OUR LORD
TRUSTEES' REPORT
FOR THE YEAR ENDED 30 APRIL 2021

The Trustees have pleasure in presenting their report and accounts for the year ended 30 April 2021.

The Trust is managed by Trustees who have authority for overseeing the activities of the charity. There are no sub-committees. The original Trustees were appointed at the inception of the Trust. Subsequent Trustees must be domiciled in Great Britain and a member of the Anglican Communion. The power of appointment is exercised jointly by the Superior, Assistant Superior and Novice Mistress of the Order. If they do not make an appointment within six months of being asked to, persons as detailed in the Trust Deed may make an appointment on their behalf.

CONSTITUTION

The Trust is registered as a charity under number 240301. It was established by a Trust Deed dated 8 June 1903. In accordance with a Scheme dated 24 July 2006, the custodian of the Charity is the Archbishop's Council.

OBJECTS

The object of the Trust for the public benefit is to support the work of The Community of the Resurrection of Our Lord, Grahamstown, South Africa (the "Community"). This support includes providing for the maintenance of the buildings and the general costs of the Community.

Further to a deed dated 1 March 2006, in the event that the Community is dissolved or ceases to exist, the Trustees are to apply the income and capital of the Trust in relieving poverty amongst former members of the Community and, subject to that, in furthering the religious and other charitable work of the Anglican Church in South Africa.

REVIEW OF ACTIVITIES AND ACHIEVEMENTS DURING THE YEAR

The Trustees confirm that they have had due regard to the Charity Commission's guidance on public benefit when reviewing objectives and activities.

The Trust has continued to pay grants in support of the work of the Community which is, itself, registered as a Public Benefit Organisation in South Africa. The Trustees have maintained close links with the Community. As the Community faces the challenges of old age and reducing numbers, and examines its role and future, the Trustees have continued their ongoing work with the Community and its advisers in South Africa to ascertain how best to deliver grants to where they are most needed and will be most effective, to the benefit of the wider community. The Community continues to focus on the sustainability of its financial situation and has built on earlier work in this area.

THE COMMUNITY OF THE RESURRECTION OF OUR LORD

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2021

REVIEW OF FINANCIAL ACTIVITIES

The accounts are prepared on the receipts and payments basis of accounting. The income for the year was £57,406 (2020: £55,759). The expenditure amounted to £17,676 (2020: £10,466) including grants totalling £13,800 (2020: £3,147).

There was an increase in net current assets for the year of £37,024. Unrealised investment gains totalled £331,827 (2020: gains £21,682). Fund balances carried forward amount to £2,210,026 (2020: £1,841,175) of which £2,107,101 (2020: £1,775,274) is held in an endowment fund.

RISK ASSESSMENT

The Trustees have examined the principal areas of the Trust's activity and considered the major risks which may arise. In the opinion of the Trustees, the Trust has established a process and reviewed systems which, under normal conditions, should allow the major risks identified by them to be managed to an acceptable level. The Covid-19 pandemic remained a presence throughout the financial year. While the pandemic has had no direct effect on the operation of the Trust the Trustees have been mindful both of the position of the Community and those it serves in South Africa and of the ability of the Trust's investments to withstand the economic strains.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Trustees' investment powers are governed by the Trust Deed, which permits the Trustees to invest in such stock, shares and investments as they see fit.

The Trustees' policy is to seek returns over the long term to:

- provide for real increase in annual expenditure
- preserve the capital base of the Fund

This policy involves investing the Trust's assets for a balanced return as between income and capital. The Fund's investments have continued to be managed in conformity with our policy and the Trust Deed. The Trustees have noted the satisfactory performance of the investments in terms of capital appreciation compared with the previous year, especially against the background of Covid-19.

RESERVES POLICY

The Trustees have considered the reserves held by the Trust as at 30 April 2021.

The Trust needs reserves both to enable it to progress its long term aims and to protect its current activities, in order to allow the Trustees to meet their responsibilities and ensure that it continues to fulfil its obligations. The Trustees have examined the needs, risks and challenges faced by the Trust in both the short and medium term, along with relevant financial forecasts, and have formulated a policy to meet those needs.

The Trustees note that the unrestricted funds, which at the year end date stood at £102,925 (2020: £65,901) are now somewhat above their medium term target although it is anticipated that there will be significant calls on these funds in the 2022 financial year in support of the Community and the upgrading and maintenance of their buildings. The Trustees note that reserves in general will be adequate to meet working capital requirements and to hedge against future risks, including the element of risk arising from any future downturn in income receivable from the investments held.

The trustees' intention is broadly to target reserves of £50,000 (i.e. around the level of one year's income) but having regard always to the financial needs of the Charity and of the Community. The Trustees review the total reserves position regularly, in conjunction with investment performance and their assessment of risks.

GRANT-MAKING POLICY

The general policy is to disburse the maximum amount available within the charity's objectives, taking into account the known needs of the Community communicated by Reverend Mother, funds available, investment performance and the reserves position. This year, responding to specific requests from the Community (and having regard to other resources of the Community locally) the Trustees awarded grants of £13,800 (2020: £3,147) from unrestricted funds, in accordance with their long term commitment to supporting the work of the Community. These grants included meeting the cost of a buildings survey, which will inform the basis of significant works required to the Community's buildings in Grahamstown.

FUTURE PLANS

The Trustees intend to continue supporting the Community to best meet its needs and charitable objectives.

THE COMMUNITY OF THE RESURRECTION OF OUR LORD
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 APRIL 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Annual Report and the accounts 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 Trustees 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 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 Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees on 16 February 2022

and signed on their behalf by



Chairman

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE COMMUNITY OF THE RESURRECTION OF OUR LORD

I report to the charity trustees on my examination of the accounts of the charity for the year ended 30 April 2021, which are set out on pages 7 to 10.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records

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.



Roger J Seaton FCA

23 Greenhill Park, Barnet, Herts EN5 1HQ

16 February 2022

THE COMMUNITY OF THE RESURRECTION OF OUR LORD
 RECEIPTS AND PAYMENTS ACCOUNT
 FOR THE YEAR ENDED 30 APRIL 2021

	Notes	Unrestricted funds £	2021 £	2020 £
Income				
Investment income		57,397	57,397	55,722
Bank interest		9	9	37
Total income		57,406	57,406	55,759
Expenditure				
Charitable activities -				
Grants	3	13,800	13,800	3,147
Sundry expenses		0	0	119
Governance costs	2	3,876	3,876	7,200
Total expenditure		17,676	17,676	10,466
Net income		39,730	39,730	45,293
Balance at bank brought forward at 1 May 2020		68,694	68,694	23,401
Balance at bank carried forward at 30 April 2021		108,424	108,424	68,694

THE COMMUNITY OF THE RESURRECTION OF OUR LORD
STATEMENT OF ASSETS AND LIABILITIES
AS AT 30 APRIL 2021

	Notes	2021	2020
		£	£
Fixed assets			
Investments - at market value	4	2,104,884	1,773,057
Current assets			
Balance at bank		108,424	68,694
Current liability			
Accrual - professional charges		(3,282)	(576)
Net current assets		105,142	68,118
Net assets		2,210,026	1,841,175
Funds			
Endowment fund	5	2,107,101	1,775,274
Unrestricted funds		102,925	65,901
	6	2,210,026	1,841,175

Approved by the Trustees and authorised for issue
on 16th February 2022 and signed on their behalf by:



Trustees



THE COMMUNITY OF THE RESURRECTION OF OUR LORD
NOTES TO THE ACCOUNTS
AS AT 30 APRIL 2021

1. Accounting policies

a) Basis of accounting

The accounts are prepared on a receipts and payments basis.

b) Investment income

Investment income and bank interest is accounted for on receipt.

c) Charitable activities and governance costs

Charitable activities comprise all costs which are directly attributable to the objects of the charity. Grants and other expenses are recognised when a constructive or legal obligation to the recipient has been created by the charity.

Governance costs comprise the costs of statutory compliance including legal advice.

d) Fixed asset investments

Fixed asset investments are stated at market value in the statement of assets and liabilities.

Realised gains / losses on investments are calculated as the difference between the disposal proceeds and the market value of the investments at the end of the previous year.

Unrealised gains / losses on investments are calculated as the difference between the market value at the end of the current year and the market value at the end of the previous year.

e) Endowment fund

The endowment fund is a permanent endowment subject to a limited access to capital. The income from the permanent endowment fund is able to be applied for any purpose within the charity's objects and so is shown as unrestricted income in the receipts and payments accounts.

2. Governance costs

Governance costs all relate to transactions for professional services with Charles Russell Speechlys LLP at an arm's length basis. A W A Cameron, one of the trustees, is a partner in this firm. The Trustees review the provision of these services to ensure best practice is upheld.

The Trustees did not receive any remuneration or reimbursements during the year.

3. Grants

	2021	2020
Grants to the Community in South Africa		
General purposes grant	0	0
Grant for redundancy exercise and kitchen refurbishment	11,200	0
Grant to undertake structural surveys	2,600	0
Grant for automatic gate and new computer	0	1,500
Grant for travel costs	0	1,647
	<u>13,800</u>	<u>3,147</u>

THE COMMUNITY OF THE RESURRECTION OF OUR LORD
NOTES TO THE ACCOUNTS (CONTINUED)
AS AT 30 APRIL 2021

	2021	2020
	£	£
4. Fixed asset investments		
Quoted investments in Central Board of Finance		
Market value as at 1 May 2020	1,773,057	1,751,375
Net gains - unrealised	331,827	21,682
Market value as at 30 April 2021	<u>2,104,884</u>	<u>1,773,057</u>
Cost as at 30 April 2021	<u>211,549</u>	<u>211,549</u>

5. Endowment fund

Balance as at 1 May 2020 brought forward	1,775,274	1,753,592
Unrealised net gains on investments	331,827	21,682
Balance as at 30 April 2021 carried forward	<u>2,107,101</u>	<u>1,775,274</u>

The endowment fund consists of the original endowment fund established in 1903. These are permanent endowments, subject to an extremely limited power to resort to capital up to £1,000 for any purpose at the request of the Superior.

6. Analysis of funds

	Investments	Net current assets	Total
	£	£	£
Endowment fund	2,104,884	2,217	2,107,101
Unrestricted fund		102,925	102,925
	<u>2,104,884</u>	<u>105,142</u>	<u>2,210,026</u>