

**Society of the Helpers
of the Holy Souls
A Registered Charity**

Report and Financial Statements

31 December 2020

Society of the Helpers of the Holy Souls - A Registered Charity

CONTENTS

	Page
TRUSTEE'S REPORT	1 - 7
AUDITORS' REPORT	8 - 9
STATEMENT OF FINANCIAL ACTIVITIES	10
BALANCE SHEET	11
STATEMENT OF CASHFLOWS	12
NOTES TO THE FINANCIAL STATEMENTS	13 - 19

Society of the Helpers of the Holy Souls - A Registered Charity

TRUSTEE'S ANNUAL REPORT

at 31 December 2020

The Trustees present their financial statements and annual report for the year ended 31 December 2020. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's trust deed dated 8 September 1949, the Charities Act 2011 and Accounting and the Charities Statement of Recommended Practice (second edition) and Financial Reporting Standard FRS 102

Reference and Administration Details of the Charity, its Trustee and Advisors

Date of Deed	8 September 1949
Trustee	The Holy Rood Trustee Company Limited

The Directors of the Company during the year were:-

Elizabeth Mary Kelly
Karl Hart
Margaret Ann Minards
Frances McCarthy

The statutory power of appointment of Trustees applies and a corporation or company may be appointed. Except as regards any corporation or company, any person who shall not profess the Roman Catholic religion shall be absolutely disqualified from acting or remaining a Trustee. Any Trustee who shall become incapacitated from acting or communicate in writing a wish to resign or shall be requested by two-thirds of the Trustees to resign shall thereupon cease to be a Trustee. The Holy Rood Trustee Company was appointed as a Trust Corporation on 24 January 2000. The appointment of new Trustees is considered by the existing Trustees to ensure that the board of Trustees has the appropriate skill sets to carry out its responsibilities.

The Induction process for new Trustees comprises an initial meeting at which the new Trustee is briefed on the grant making procedures, the investment strategy of the Charity and the responsibilities of the Trustees. New Trustees are provided with a copy of the Charity's most recent annual financial statements and other relevant documents.

Nature of Trust	Registered Charity No 240876 (Charity Commission for England and Wales) Registered Charity No SC000084 (OSCR)
Registered Address	81 St Mary's Road Liverpool L36 5SR
Accountants	TMF Global Services (UK) Ltd 960 Capability Green Luton Bedfordshire LU1 3PE
Auditors	FKCA Limited 260-270 Butterfield Great Marlings Luton LU2 8DL

Society of the Helpers of the Holy Souls - A Registered Charity

TRUSTEE'S ANNUAL REPORT

at 31 December 2020

Bankers	The Royal Bank of Scotland plc RBS Bishopsgate 49 Bishopsgate London EC2N 3AS
Solicitors	Stone King 3 rd Floor Bateman House, 82-88 Hills Road Thirty Station Road Cambridge CB2 1LQ
Stockbrokers	Charles Stanley & Co 55 Bishopsgate London EC2N 3AS
Investment Powers	Unrestricted
Tax	Under existing law the trust is exempt from income tax, inheritance tax and capital gains tax.
Religious houses	No account has been taken of the assets or liabilities of the individual houses by agreement with the Charity Commission.
Permitted Destination of Funds	As to both capital (Expendable Endowment) and income: a) for the support of the poor, sick and needy including maintenance and support of charitable institutions for the poor and needy whether at home or abroad, whether or not they are members of the Roman Catholic religion; b) maintenance and support of charitable institutions for persons engaged in or carrying out the work of the support and the visitation of the poor, sick and needy; and c) generally for any such charitable purpose at the discretion of the Trustee conducive to the advancement or maintenance of the Roman Catholic religion whether in Great Britain or elsewhere.

Structure, Governance & Management

Governance & Management	<p>The Charity is an unincorporated trust constituted under a trust deed dated 8 September 1949 and is a registered charity, number 240786.</p> <p>The management of the Charity is carried out by the Directors of the Trustee Company who also determine the overall strategy of the Charity.</p> <p>The Charity has a close working relationship with the General Council in Paris which provides the Charity with advice and, when necessary, financial assistance to ensure that the Charity is able to continue to meet its charitable objectives.</p>
Objectives & Activities	<p>One of the aims of the Charity is to provide support for the poor, sick and needy, whether home or abroad regardless of whether they are members of the Roman Catholic Religion. The Charity has made a commitment in favour of human rights and provides help for displaced persons and support for economic, education and health development projects.</p>

Society of the Helpers of the Holy Souls - A Registered Charity

TRUSTEE'S ANNUAL REPORT

at 31 December 2020

Objectives & Activities - continued

The activity of the Charity with regard to this aim has been diverse. In the UK these include working in local parishes (this includes working with the sick, local schools, homeless and elderly), with those who have severe and enduring mental illness, with survivors of torture, with refugees, chaplaincy work in schools and hospitals, education of children, working with adults with learning difficulties and those who suffer from AIDS.

The activities of the Charity also have an international aspect and include working with NGOs for example CAFOD, OXFAM and other justice and peace organisations. This work has necessitated international visits to third world countries. The Charity is involved with the education of women in third world countries and in the prevention of human trafficking of women and children. The Charity also supports the work of SIDI (International Solidarity for Development Investment) and CCDF (Catholic Committee against Hunger and for Development).

The Charity continues to maintain its institutions as well as supporting the ongoing care of the sick and elderly sisters. This constitutes a large part of the Charity's expenditure as the majority of the sisters of the congregation are elderly. The sisters do not receive any remuneration for the work they carry out for the Charity.

Method of Donation

The trust supplies financial assistance to religious houses and this is expected to continue in the foreseeable future. At the end of each year the community/sister has to account for the money spent during the year and has to submit a budget for the coming year. These are sent to the Province Leadership Team. Each budget is considered then the overall budget of the Province, which is made up of all the budgets, is looked at and decisions made regarding amendments to the budgets and the grants to be made to each house. The Trustee approves the grants and then takes on the responsibility of their administration. The end of the year accounts and budgets for the coming year are also sent to the General Bursar in Paris who presents them to the General Leadership Team.

For important matters, such as the sale of one of the houses, authorisation is required by the board of Directors of The Holy Rood Trustee Company Ltd and signed by any three of the Directors. Any important decision is made only after a process of discernment is carried out involving the Sisters concerned and the Province Leadership Team and others who may be affected by the decision.

Risk Management

The Trustee confirms that the major risks to which the Charity is exposed, as identified by the Trustee, have been reviewed and systems have been established to mitigate those risks.

Investment Policy

The investments are managed by Charles Stanley & Co. In exercising discretion over its investment policies, the Trustee aims to maintain a balance, exposing the portfolio to no more than a moderate risk with a view to providing income for today without forgetting the long-term need to protect the real value of capital. Selecting appropriate investments, the investment manager is also mindful that investments should not give exposure to areas which are not in harmony with the Charity's ethical and religious ethos.

Advice regarding the portfolio of freehold properties held for the Charity's use is obtained from individual surveyors appropriate to the locality of each property. Maintenance of the properties is a priority.

Society of the Helpers of the Holy Souls - A Registered Charity

TRUSTEE'S ANNUAL REPORT

at 31 December 2020

Achievements, Public Benefit and Performance

The financial statements have been prepared in accordance with the accounting policies set out on pages 13 and 14 and comply with the Charity's Trust Deed and applicable law.

Expenditure from the income account during the year ended 31 December 2020 amounted to £229,726 (2019 £551,457) which deducted from the income of £390,313 gave a surplus of £160,587. A sum representing the surplus was transferred to the Endowment Fund. The expenditure includes grants of £185,381 (2019 £484,500) as detailed in note 4 to the financial statements. The total funds held by the Charity as at 31 December 2020 was £20,044,969.

The Trustee confirms that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when setting their grant making policy for the year, in line with the Charity's aims and objectives.

The loss on revaluation of investment assets was £1,236,310. The total return for the Main Fund over the year was (4.5%) This compared to total returns on the FTSE 100, MSCI PIMFA Private Investor Balanced and FTSE All-Share indices of (11.55%), 1.95% and (9.82%).

During the year to 31 December 2016 the Society of the Helpers of the Holy Souls offered a grant to The Old Schoolhouse Community Project from 1 July 2016 to 31 June 2021, up to £250,000 per annum for a period of five years by quarterly invoice. The following conditions were placed on the grant:

1. The grant is given to the Old Schoolhouse Community Project in recognition of the reality that the mission and ethos of the Old Schoolhouse Community Project is closely aligned to that of the Helpers of the Holy Souls. The grant is offered, therefore, to maintain the work of the organisation, and allow it to develop in line with this mission. The fundamental principles being:
 - To support all people to reach the goal of their creation
 - To help in all manner of good
 - To be providence of Providence
 - To work with those who are forgotten
 - To go to the utmost ends of the earth to help others
2. Reports outlining how the above principles are being met will be provided at least annually to the Provincial Leadership Team but they reserve the right to request reports more often.
3. At the review to determine the possibility of further funding support on 30 June 2021, it was decided that there would be no further grant support for the remainder of the financial year. However, the sisters will make a decision about support for 2022 when the budget is discussed in early December 2021. The constraining factor is the income from the investments.

Please refer to note 5 of the financial statements for more information regarding changes to the grant paid to the Old Schoolhouse Community Project within 2020.

During 2019 the Generalate in Paris asked the Trust Company and the Province Leadership Team to review the possibility of further grant making opportunities in the light of profit received from the sale of the property in Arlington Road. It was agreed to offer a grant to SHARE Knowsley of £180,000 over three years. The Sisters have been closely working with this group over the last few years. It supports refugees and asylum seekers in various ways. It runs English lessons and offers advocacy to help with asylum applications and housing problems. A drop-in service also allows for social interaction with the local community, as well as providing food and clothing cheaply. Due to the drop in income in the year as a result of the Coronavirus pandemic, the grant for 2020 had to be cut. The full grant will be paid, though the period over which the grant is paid may be extended to take account of this year's shortfall.

Society of the Helpers of the Holy Souls - A Registered Charity

TRUSTEE'S ANNUAL REPORT

at 31 December 2020

Plans for future periods

The Trustees are satisfied with their grant making priorities and investment policy and it is their intention to continue on this basis to achieve the objectives of the Charity in the future.

Going Concern

The Coronavirus (COVID 19) pandemic has impacted the charity.

Due to the drop in income in the year as a result of the Coronavirus pandemic, two grants for 2020 had to be reduced. Please refer to page 4 above for more information about these grants.

Market volatility and weakness due to the COVID 19 outbreak and efforts to control its spread affected investment performance throughout 2020 and this is reflected in the financial statements as at 31 December 2020.

Since 31 December 2020, the fair value of the Charity's investments held at the year end and still in the portfolio, has increased as markets continued to rally. At 31 March 2021 the capital value of the portfolio stood at £19,025,609.

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

The Trustees have considered the financial health of the charity and with this in mind the Trustees believe that the charity at the date of signing, will continue as a going concern for the foreseeable future.

Reserves

The Endowment Fund represents the Charity's reserves which are used to supplement the income as necessary to maintain the grants. The Trustee's policy is to at least maintain reserves at their present level, subject to the prevailing investment climate.

The General Bursar in Paris has requested that each province of the Institute makes financial provision for the long-term care of the sisters. Following the annual review and in consideration of changing circumstances we have calculated that, for the British Province, £10 million will be required over the next 30 years to secure this provision. It is to be held in reserve and will be known as 'Stable Patrimony'.

Society of the Helpers of the Holy Souls - A Registered Charity

TRUSTEE'S ANNUAL REPORT for the year ended 31 December 2020

Statement from the Province Secretary

Throughout the year 2020, the COVID-19 pandemic forced much of the work of the Sisters to be reduced, and/or move online where this was possible.

Old Schoolhouse Community Project, St Johns Road, Huyton
(oscp.co.uk) Reg. Charity No. 1097390

(To support community groups and voluntary sector organizations through provision of high quality, low cost and flexible meeting space)

The Sisters have been associated with this project since its inception. In the last few years financial support has been given in the form of a grant which allowed the employment of additional staff to enable development of services provided by the project. The local Sisters continue to contribute as volunteers and trustees.

In support of refugee/asylum seekers

In the cities where we are present, Sisters are actively in support of individuals and families who are seeking refuge in the UK. This involves regular visits to individuals, being involved at drop-in centres, provision of transport to and from appointments, assistance with documentation and writing to official agencies, facilitating a support group for volunteers who accompany/teach English to immigrants and refugees, and offering financial assistance in some circumstances. While some of this work was stopped because of the pandemic, support was still offered online.

The Sisters also approved a grant to an organization called SHARE Knowsley (Charity No. 1179562, www.shareknowsley.org.uk). This group supports refugees/asylum seekers through English lessons, advocacy in asylum applications and housing issues, helping with furniture, and, in more normal times, a drop-in service.

Hospitality

The Sisters maintain both a small house and a static caravan (*adapted for those with a disability*) providing places of respite, retreat, holidays or spaces for some people in crisis situations.

Visits to Nursing Homes and housebound

This work was curtailed because of the pandemic, but the Sisters would normally make visits to local Nursing Homes in their area. They also regularly visit our own elderly Sisters who are in residential care. Visits to the elderly housebound are also made on a regular basis by the Sisters.

Retreats and Spiritual Direction

Two Sisters offer retreats and spirituality courses to groups in both the UK and abroad. A number of Sisters offer individual spiritual direction in the UK. In 2020 this work continued online where this was possible.

Help to the bereaved

Some Sisters are closely involved with the bereaved through Bereavement Groups in their local Church, and one Sister regularly conducts funerals.

Networking with other agencies

The Sisters are involved in their local areas through contact with other agencies – i.e MacMillan Cancer Support; Beginning Experience (*support for those separated, widowed and divorced*); CAFOD (*Catholic Agency for Overseas Development*); LGBT pastoral care; HIV events and meetings.

Other

Provision of facilitation and translation services for other Religious Orders and groups.

Sr. Anne Paterson HHS
Province Secretary
Glasgow
16 June 2021

Society of the Helpers of the Holy Souls - A Registered Charity

TRUSTEE'S ANNUAL REPORT

at 31 December 2020

Statement of Trustee's responsibilities for the financial statements

Law applicable to charities in England & Wales requires the Trustee to prepare financial statements for each financial year which give a true and fair view of the Charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the Trustee should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any 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.

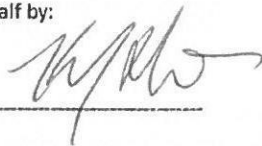
The Trustee is responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and which enable it to ascertain the financial position of the Charity and which enable it to ensure that the financial statements comply with the Charities Act 2011,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

Approved by the Trustee on:

13.9.21

Date

and signed on its behalf by:



Trustee

INDEPENDENT AUDITORS' REPORT

to the Trustee of the Society of the Helpers of the Holy Souls - A Registered Charity

Opinion

We have audited the financial statements of the Society of the Helpers of the Holy Souls (the 'charity') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charity's trustees, 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 trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

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 for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other Information

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

Our opinion on the financial statements does not cover the other information and 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, 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.

INDEPENDENT AUDITORS' REPORT

to the Trustee of the Society of the Helpers of the Holy Souls - A Registered Charity

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the Trustees Responsibility Statement, the trustees are responsible for the preparation of the financial statements which 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.

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

Detecting irregularities

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

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

- Enquiry of management, those charged with governance around actual and potential litigation and claims.
- Enquiry of the trustees to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the rationale of significant transactions outside the objectives of the charity.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

FKCA limited

FKCA Limited

Statutory Auditors

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

260-270 Butterfield

Great Marlings

Luton LU2 8DL

Date:

24 September 2021

Society of the Helpers of the Holy Souls - A Registered Charity

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 31 December 2020

		Unrestricted Funds Income	Expendable Endowment	Total 2020	Total 2019
	Note	£	£	£	£
INCOME AND ENDOWMENTS					
Investments	2	390,313	-	390,313	709,661
Other	8	-	-	-	90,954
TOTAL INCOME		390,313	-	390,313	800,615
EXPENDITURE					
Cost of raising funds	3	-	58,328	58,328	61,600
Charitable activities	4	229,726	2,127	231,853	551,457
TOTAL EXPENDITURE		229,726	60,455	290,181	613,057
NET INCOME/(EXPENDITURE) BEFORE GAINS AND LOSSES ON INVESTMENTS					
		160,587	(60,455)	100,132	187,558
Net gains/(losses) on investments	9	-	(1,236,310)	(1,236,310)	2,896,499
NET INCOME/(EXPENDITURE) AFTER GAINS AND LOSSES ON INVESTMENTS		160,587	(1,296,765)	(1,136,178)	3,084,057
TRANSFER BETWEEN FUNDS	17	(160,587)	160,587	-	-
NET MOVEMENT IN FUNDS		-	(1,136,178)	(1,136,178)	3,084,057
FUND BALANCES BROUGHT FORWARD		-	21,181,147	21,181,147	18,097,090
FUND BALANCES CARRIED FORWARD		-	20,044,969	20,044,969	21,181,147

Society of the Helpers of the Holy Souls - A Registered Charity

BALANCE SHEET

as at 31 December 2020

	Note	2020 £	2019 £
FIXED ASSETS			
Tangible assets	8	2,679,621	2,686,766
Investments	9	17,530,238	18,824,876
		<u>20,209,859</u>	<u>21,511,642</u>
CURRENT ASSETS			
Cash at bank	10	217,477	331,461
		<u>217,477</u>	<u>331,461</u>
LIABILITIES: amounts falling due within one year			
Accruals	11a	(18,367)	(17,956)
Other creditors	11b	(89,000)	(89,000)
Grants	11c	(185,000)	(310,000)
		<u>(74,890)</u>	<u>(85,495)</u>
NET CURRENT ASSETS			
		<u>(74,890)</u>	<u>(85,495)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>20,134,969</u>	<u>21,426,147</u>
LIABILITIES: amounts falling due after one year	12	(90,000)	(245,000)
		<u>(90,000)</u>	<u>(245,000)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>20,044,969</u>	<u>21,181,147</u>
Representing:			
UNRESTRICTED FUNDS			
Expendable Endowment	15	20,044,969	21,181,147
		<u>20,044,969</u>	<u>21,181,147</u>

Approved by the Trustee on:

13.9.21

Date

and signed on its behalf by:

Trustee

Society of the Helpers of the Holy Souls - A Registered Charity

STATEMENT OF CASHFLOWS

for the year ended 31 December 2020

	Note	2020 £	2019 £
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	16	(562,625)	(673,252)
Cash flows from investing activities:			
Investment income		390,313	709,661
Sale of property		-	360,455
Purchase of property		-	(245,326)
Proceeds from sale of investments		981,946	2,570,695
Purchase of investments		(934,775)	(2,841,587)
Net cash provided by (used in) investing activities		437,484	553,898
Change in cash and cash equivalents in the year		(125,141)	(119,354)
Cash and cash equivalents at the beginning of the year		355,567	474,921
Cash and cash equivalents at the end of the year		230,426	355,567
Represented by:			
Cash held within the investment portfolio	9	12,949	24,106
Cash at bank	10	217,477	331,461
		230,426	355,567

Society of the Helpers of the Holy Souls - A Registered Charity

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2020

1. ACCOUNTING POLICIES

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are set out below:

a) Basis of preparation and assessment of going concern

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note to these financial statements. The financial statements have been prepared in accordance with the 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)) (issued in October 2019) - (Charities SORP (FRS 102)) and the Charities Act 2011.

The Charity constitutes a public benefit entity as defined by FRS 102.

The Trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern. As detailed in the trustees annual report, in view of the Coronavirus (COVID 19) pandemic and its impact on the charity, the trustees have considered the financial health of the charity. With this in mind the Trustees believe that the Charity at the date of signing, will continue as a going concern for the foreseeable future.

In view of the Coronavirus (COVID 19) pandemic and its impact on the charity, the trustees have considered the financial health of the charity. With this in mind the Trustees believe that the Charity at the date of signing, will continue as a going concern for the foreseeable future.

b) Fund structure

The expendable endowment represents funds originally settled into the Charity and the Trustee is permitted to apply the endowment as though it were income. As permitted by the Trust Deed, any surplus or deficit arising on the income account for a year shall be transferred to or met by the Expendable Endowment account as there is no specific requirement for an income reserve to be held. Further details are disclosed in note 17.

c) Income recognition

All income is recognised once the Charity has entitlement to the income, there is sufficient certainty or receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Interest on funds held is included upon notification of the interest paid or payable. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Credit is taken in the accounts for income tax deducted from investment income which has or will be reclaimed from the HM Revenue & Customs up to 31 December 2020.

Income from donations and legacies is recognised as it is received by the Trustee.

d) Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses, including support costs and governance costs, are allocated or apportioned to the applicable expenditure headings in the Statement of Financial Activities. For more information on this allocation refer to note e) below.

Grants payable are payments made in furtherance of the charitable objectives of the Charity. Provision is made for grants approved by the Trustee in the year.

e) Allocation of governance and other support costs

Governance and support costs have been allocated between charitable activities and governance based on the activity to which they relate. The allocation is analysed in note 6.

Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice. These costs include costs related to the audit of the Charity and accountancy charges together with an apportionment of overhead and support costs.

Society of the Helpers of the Holy Souls - A Registered Charity

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2020

1. ACCOUNTING POLICIES – continued

f) Cost of raising funds

The cost of generating funds comprises the investment management charges

g) Charitable activities

The expenditure on charitable activities comprises grants made in the year, governance costs and an apportionment of support costs as shown in note 4.

h) Tangible fixed assets and depreciation

Tangible assets are stated at cost and depreciated according to their asset category.

Properties

Freehold properties are held for the use of the Charity and are shown at their value when received in trust with subsequent additions included at cost. No provision has been made this year for depreciation of freehold properties. The Directors are of the opinion that the recoverable amount of the freehold properties is in excess of the carrying value of that class of assets. This has been clearly demonstrated by the profits on disposal of properties in recent years. An annual impairment review is performed by the Directors to ensure no change to this opinion has occurred.

Static Caravans

Depreciation is charged on static caravans held for the use of the Charity, which are written off on a straight-line basis over their estimated useful economic lives, which is at a rate of 10-15 years.

i) Fixed asset investments

Investments are initially recognised at their transaction value and subsequently measured at their market value as at the Balance Sheet date using the closing quoted market price. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

j) Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year. Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

k) Foreign currency translation

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year-end rates and translation differences are taken to the Statement of Financial Activities.

2. INCOME AND ENDOWMENTS

	2020	2019
	£	£
Investment income		
Investment income - UK listed	330,763	629,981
Investment income - Overseas listed	72,600	99,790
	403,363	729,771
Less: Non recoverable and overseas tax	(13,372)	(20,957)
Interest on cash deposits	322	847
	390,313	709,661

Society of the Helpers of the Holy Souls - A Registered Charity

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2020

3. COST OF RAISING FUNDS

	2020 £	2019 £
Investment management charges	58,328	61,600

4. ANALYSIS OF CHARITABLE ACTIVITIES

The Charity undertakes its charitable activities through grant making and awarded grants to a number of institutions in furtherance of its charitable objectives.

	Total 2020 £	Total 2019 £
Grant funded activity	185,381	484,500
Support and governance costs	26,078	48,981
- Charitable Activities - income	2,127	-
- Governance - expendable endowment	18,267	17,976
- Governance - Income	231,853	551,457

Grants in furtherance of charitable objectives

	2020 £	2019 £
Annual grants used for the maintenance and support of the convents, and to fund the Old Schoolhouse Community Project's operations and SHARE Knowsley		
13 North Gyle Park, Edinburgh	23,585	20,400
91 Queen Victoria Drive, Glasgow	-	1,000
Flat 2, Southworth House, Larmenier Retirement Village	18,000	23,000
13 Lincoln Avenue, Glasgow	6,000	8,800
81 St Mary's Road, Liverpool	13,690	9,600
10/4 Mount Alvernia, Edinburgh	10,800	10,800
470 Anniesland Road, Glasgow	12,000	12,000
168 Tarbock Road, Liverpool	39,000	24,000
5 Harmony Crescent, Edinburgh	32,250	32,400
Flat 31 Kings Lodge, Kingsway, London	-	2,500
St Vincent nursing home, Pinner	2,556	-
Province a/c	90,000	160,000
SHARE Knowsley	-	180,000
The Old Schoolhouse Community Project (grant returned)	(62,500)	-
	185,381	484,500

5. RELATED PARTY TRANSACTIONS

Karl Hart is an employee and Elizabeth Mary Kelly is a Trustee of The Old Schoolhouse Community Project which was granted £1,250,000 from the trust during the year to 31 December 2016. A decision was made after the year ended 31 December 2019 to reduce the income grant for 2020 by £62,500 as a result of the loss of income in 2020 due to the impact of COVID-19. There is £125,000 outstanding at 31 December 2020 as shown in note 11c.

Society of the Helpers of the Holy Souls - A Registered Charity

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2020

6. ALLOCATION OF GOVERNANCE AND OTHER SUPPORT COSTS

	2020		2019	
	Charitable		Charitable	
	Activities	Governance	Activities	Governance
	£	£	£	£
UNRESTRICTED INCOME FUND				
Depreciation of tangible assets	7,145	-	7,145	-
Property expenditure	6,371	-	28,923	-
Auditors' remuneration	-	3,960	-	3,900
Accountancy and tax compliance services	-	14,307	-	14,076
Bank charges and sundry	639	-	678	-
Insurance	11,923	-	12,235	-
	<u>26,078</u>	<u>18,267</u>	<u>48,981</u>	<u>17,976</u>
EXPENDABLE ENDOWMENT				
Solicitors' fees	-	2,127	-	-
	<u>-</u>	<u>2,127</u>	<u>-</u>	<u>-</u>

7. TRUSTEE EXPENSES AND REMUNERATION

The Trustee received no remuneration in respect of the financial year ended 31 December 2020 (2019 £Nil). In the year none of the Directors of the Trustee Company were reimbursed expenses (2019 £Nil).

8. FIXED ASSETS: TANGIBLE ASSETS

	Freehold properties £	Static caravans £	Total £
Cost			
At 1 January 2020	2,860,832	92,852	2,953,684
Additions	-	-	-
Disposals	-	-	-
	<u>2,860,832</u>	<u>92,852</u>	<u>2,953,684</u>
At 31 December 2020	2,860,832	92,852	2,953,684
Depreciation			
At 1 January 2020	226,188	40,730	266,918
Depreciation on sale	-	-	-
Provided in year	-	7,145	7,145
	<u>226,188</u>	<u>47,875</u>	<u>274,063</u>
At 31 December 2020	226,188	47,875	274,063
Net book value at 31 December 2020	2,634,644	44,977	2,679,621
Net book value at 31 December 2019	2,634,644	52,122	2,686,766

No properties were sold during the year. (Two properties were sold in 2019 giving total gains for the year of £90,954).

Society of the Helpers of the Holy Souls - A Registered Charity

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2020

9. FIXED ASSET INVESTMENTS

UK and foreign Investments listed on a recognised stock exchange.

	2020 £	2019 £
Market value at 31 December 2019	18,800,770	15,633,379
Sale proceeds of disposals	(981,946)	(2,570,695)
Add: acquisitions at cost	934,775	2,841,587
Net gains/(losses) on revaluation and disposal	(1,236,310)	2,896,499
	<hr/>	<hr/>
Market value at 31 December 2020	17,517,289	18,800,770
Cash held within the Investment portfolio	12,949	24,106
	<hr/>	<hr/>
	17,530,238	18,824,876
	<hr/>	<hr/>
Historical cost at 31 December 2020	14,481,042	14,807,332
	<hr/>	<hr/>
Investments		
UK listed	15,893,993	16,772,914
Overseas listed	1,623,296	2,027,856
	<hr/>	<hr/>
	17,517,289	18,800,770
	<hr/>	<hr/>

The investment portfolio includes the following investment which represents over 5% of the portfolio value.

	Holding	Market Value £
Clipper Logistics Plc Ordinary shares of GBPO.0005	157,500	904,050

10. CASH AT BANK

	2020 £	2019 £
Stockbrokers Income account	18,096	45,298
Bank account	199,381	286,163
	<hr/>	<hr/>
	217,477	331,461
	<hr/>	<hr/>

Society of the Helpers of the Holy Souls - A Registered Charity

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2020

11. LIABILITIES: amounts falling due within one year

a) Accruals	2020 £	2019 £
Accrued expenses	18,367	17,956

b) Other creditors

Other creditors comprise the value of assets transferred to the Charity by Sisters which will be refundable should any of the following Sisters leave the order or make a testamentary disposition. The Sisters and the amounts involved are as follows:

	2020 £	2019 £
O'Grady	54,000	54,000
Bayne	5,000	5,000
Minards	22,000	22,000
Paterson	8,000	8,000
	89,000	89,000

c) Grants

	2020 £	2019 £
The Old Schoolhouse Community Project	125,000	250,000
SHARE Knowsley	60,000	60,000
	185,000	310,000

12. LIABILITIES: amounts falling due after one year

	2020 £	2019 £
Grants		
The Old Schoolhouse Community Project	-	125,000
SHARE Knowsley	90,000	120,000
	90,000	245,000

13. VOLUNTEERS

Other than the Directors of the Trustee Company, the Charity receives no contributions from volunteers.

14. CAPITAL COMMITMENTS

There are no capital commitments for the year ended 31 December 2020 (2019 ENII).

Society of the Helpers of the Holy Souls - A Registered Charity

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2020

15. UNRESTRICTED FUNDS

2020	Capital £	Income £	Total 2020 £
Unrestricted funds comprise the following:			
- Tangible assets	2,679,621	-	2,679,621
- Investments	17,530,238	-	17,530,238
- Cash	(75,790)	293,267	217,477
- Creditors	(89,100)	(293,267)	(382,367)
	<u>20,044,969</u>	<u>-</u>	<u>20,044,969</u>

16. RECONCILIATION OF NET MOVEMENTS IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net movement in funds (as per the Statement of Financial Activities)	(1,136,178)	3,084,057
Depreciation charges	7,145	7,145
(Gains)/losses on investments shown in investing activities	1,236,310	(2,896,499)
(Gains)/losses on properties	-	(90,954)
Deduct investment income shown in investing activities	(390,313)	(709,661)
(Increase)/decrease in debtors	-	2,420
Increase/(decrease) in creditors	(279,589)	(69,760)
Net cash provided by (used in) operating activities	<u>(562,625)</u>	<u>(673,252)</u>

17. SUMMARY OF FUND MOVEMENTS

Fund Name	Fund balances brought forward £	Income £	Expenditure £	Transfers £	Gains and losses £	Fund balances carried forward £
Expendable endowment	21,181,147	-	(60,455)	160,587	(1,236,310)	20,044,969
Income	-	390,313	(229,726)	(160,587)	-	-
Total Funds	<u>21,181,147</u>	<u>390,313</u>	<u>(290,181)</u>	<u>-</u>	<u>(1,236,310)</u>	<u>20,044,969</u>

The transfer between funds represents the excess of income over expenditure during the year.