

THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH KENSINGTON

England & Wales - Charity number 241052

Details

Other names ST STEPHEN'S CHURCH ENDOWMENT FUND, ST STEPHEN'S ENDOWMENT FUND

Status Registered

Legal form Trust

Registered 1967-05-10

Register [View on the Charity Commission register](#)

Contact

Address St. Stephens Church
Southwell Gardens
London
SW7 4RL

Phone 02072250412

Activities

Objects: THE PROMOTION, AIDING AND FOSTERING OF THE WORK OF THE CHURCH OF ENGLAND IN THE PARISH OF ST. STEPHEN, KENSINGTON BY THE ENDOWMENT OF THE LIVING OF THE INCUMBENT FOR THE TIME BEING OF THE SAID PARISH.

Activities: Supports the incumbent of the Parish of St Stephen, South Kensington, in the Diocese of London and his work

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** Religious Activities
- **Who:** Other Defined Groups

Geography

- **Area of benefit:** PARISH OF ST. STEPHEN'S KENSINGTON.
- Kensington And Chelsea

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£37,780	£40,363	-	-
2023-12-31	£45,261	£47,915	-	-
2022-12-31	£36,118	£54,004	-	-
2021-12-31	£35,176	£50,490	-	-
2020-12-31	£35,034	£51,113	-	-

Trustees

Name	Role	Appointed
David Hulton Colville		2014-05-13
James Alexander Fox		2023-07-11
Richard Mark Shull		2023-07-11

THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH KENSINGTON

England & Wales - Charity number 241052

Accounts

Charity No. 241052

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES AND
UNAUDITED RECEIPTS AND PAYMENTS FOR THE YEAR
ENDED 31 DECEMBER 2024**

Crowe U.K. LLP
Chartered Accountants
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**CONTENTS OF THE RECEIPTS AND PAYMENTS ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

	Page
Report of the Trustees	1 - 3
Independent Examiner's Report	4
Receipts and payments accounts	5
Statement of assets and liabilities	6
Notes to the Receipts and payment accounts	7 - 8

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

241052

Principal address

St Stephen's Church
Southwell Gardens
London SW7 4RL

Trustees

Mr J A Fox (Chairman)
Mr D H Colville
Mr R M Shull

Independent examiner

Crowe U.K. LLP
Chartered Accountants
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

Investment Managers

Cazenove Capital
1 London Wall Place,
London EC2Y 5AU

Solicitors

Charles Russell Speechlys LLP
5 Fleet Place
London EC4M 7RD

Bankers

Lloyds Bank plc
70-71 Cheapside
London EC2V 6EN

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

OBJECTS

The Trust is registered as a charity under number 241052. It was established by a Trust Deed dated 2 April 1937 to promote, aid and further the objects of the Church of England in the Parish of St. Stephen, South Kensington in the Diocese of London by the endowment of the living of the incumbent for the time being of said parish and extended by a Declaration of Trust dated 21 March 1960.

ORGANISATIONAL STRUCTURE

St. Stephen's Church Endowment Fund (the Trust) is managed by Trustees who have authority for overseeing the activities of the Trust. There are no sub-committees or staff considered to be part of the key management structure. The original Trustees were appointed at the inception of the Trust, subsequent Trustees being elected by current Trustees.

PRINCIPAL ACTIVITIES AND REVIEW OF THE YEAR

The Trustees have managed the Trust's Investments to assist in the provision of income to the clergy and parish staff and to pay incidental expenses.

ACTIVITIES AND ACHIEVEMENTS

Objectives and achievements

The Trust plays an important role in the work of St. Stephen's church for the public benefit.

The Trust supports the work of a Church of England parish church, with religious services open to all who wish to attend. The church adopts a policy of keeping church doors open as far as possible, and the clergy or lay helpers maintain a presence during the day for visitors wishing to speak to them.

There is a strong sense in which the church provides comfort and security for the community. In the case of St. Stephen's a significant proportion of the community is transient and therefore needful of such benefits.

The Trust plans to continue the above activities for the foreseeable future.

The Trustees have had due regard to the Charity Commission's guidance on public benefit when considering the Trust's activities and objectives.

Summary of main achievements

The Trust has provided grants to the value of £36,000 to contribute to the meeting the ongoing expenses of St. Stephen's parish.

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

Financial review

The Trust's income arises mainly from investment income and is applied by way of grants. Investment income totalled £35,780 (2023: £36,200) covering grants of £36,000 (2023: £36,000) in the year. During the year there were net gain on investments of £73,843 (2023: £11,288).

The Trust's investments stood at £897,021 at the year end with cash balances of £12,576.

Reserves Policy

The Trustees have considered the reserves held by the Trust as of 31 December 2024. It is the Trustees' policy to achieve in the medium to long term unrestricted reserves at least equal to 12 months' grant expenditure. Grant expenditure in the year to 31 December 2024 was £36,000, with unrestricted reserves of £11,226

The Trustees expect to maintain grants to St Stephen's Church during 2025 at a level at least the same as was the case in 2024. The Trustees expect investment income received during 2025 to be sufficient to enable the maintained grants to be paid without having recourse to reserves.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Trustees' investment powers are governed by the Trust Deed and the Trustee Act 2000 which permit 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 income; and
- preserve the capital base of the Trust in real terms.

This policy involves investing some of the Trust's assets for long term growth rather than to maximise short term income. The Trust's investments are held through the Cazenove Charity Multi-Asset Fund, which is managed by Schroder Unit Trusts Limited and which operates in conformity with the Trust's policy.

GRANT MAKING POLICY

This year, 2024, the Trust awarded grants of £36,000 (2023: £36,000) from unrestricted funds in accordance with its long-term commitment to assist with the funding of salaries, running costs and other recurring expenses of the clergy and parish staff of the parish of St Stephen, South Kensington.

Approved by order of the board of trustees on 24/7/25

and signed on its behalf by:



.....
Mr J A Fox - Chairman

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ST STEPHEN'S CHURCH
ENDOWMENT FUND**

I report on the accounts for the year ended 31 December 2024 set out on pages five to eight.

This report is made solely to the charity's Trustees, as a body, in accordance with Section 145 of the Charities Act 2011 and regulations made under Section 154 of that Act. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and charity's Trustees as a body, for my work or for this report.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Helen Blundell

Helen Blundell LLB FCA FCIE DChA
Crowe U.K. LLP
Chartered Accountants
Black Country House, Rounds Green Road
Oldbury, B69 2DG
Date: 26 August 2025

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**RECEIPTS AND PAYMENTS ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

		Endowment Fund	Unrestricted Fund	2024 Total Funds	2023 Total Funds
		£	£	£	£
Receipts					
Income from investments		-	35,780	35,780	36,200
Assets and Investment Sales					
Receipts from sale of investment	3	2,000	-	2,000	9,061
Total Receipts		<u>2,000</u>	<u>35,780</u>	<u>37,780</u>	<u>45,261</u>
Payments					
Investment manager's fees		2,023	-	2,023	1,997
Grants		-	36,000	36,000	36,000
Legal costs		-	-	-	4,938
Independent Examination Fees		-	2,340	2,340	4,980
Total Payments		<u>2,023</u>	<u>38,340</u>	<u>40,363</u>	<u>47,915</u>
Net of receipts/(payments)		(23)	(2,560)	(2,583)	(2,654)
Transfer between funds		-	-	-	-
CASH FUNDS AT 1 JANUARY 2024		1,373	<u>13,786</u>	<u>15,159</u>	<u>17,813</u>
CASH FUNDS AT 31 DECEMBER 2024		<u>1,350</u>	<u>11,226</u>	<u>12,576</u>	<u>15,159</u>

Transfers

In the prior year, there was a transfer from endowment fund which represented cash transferred from capital to income, for working capital purposes as permitted and agreed with the Trustees per the Trust Deed document.

The notes form part of these receipts and payments accounts

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**STATEMENT OF ASSETS AND LIABILITIES
AT 31 DECEMBER 2024**

	Endowment Fund £	Unrestricted Fund £	2024 £	2023 £
Fixed Assets				
Investments	897,021	-	897,021	825,178
Cash Funds				
Cash at Bank	-	2,327	2,327	4,793
Cash held by Investment managers	<u>1,350</u>	<u>8,899</u>	<u>10,249</u>	<u>10,366</u>
	<u>1,350</u>	<u>11,226</u>	<u>12,576</u>	<u>15,159</u>
Current Liabilities				
Other Creditors and accruals	=	<u>2,340</u>	<u>2,340</u>	<u>2,340</u>

The receipts and payments accounts were approved by the Board of Trustees on and were signed on its behalf by:



.....
Mr J A Fox - Chairman

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**NOTES TO THE RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

1. ACCOUNTING POLICIES

The accounts have been prepared on a receipts and payments basis.

Basis of preparation

St Stephen's Church Endowment Fund is a registered charity in England and Wales and as such is a Public Benefit entity. Governed by its Trust Deed dated 2 April 1937 and extended by a Declaration of Trust dated 21 March 1960. The Trust's Charity Commission registration number is 241052 and its registered address is St. Stephens Church, Southwell Gardens, London, SW7 4RL.

Income

All income is recognised in Receipts and Payments once the charity has received funds.

Expenditure

All payments are recognised in the Receipts and Payments Accounts when it is paid.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Endowment Fund

The endowment fund can be used for any activities of the charity that fall within its charitable objects. Income arising from the assets held within the endowment fund is therefore shown as unrestricted.

The endowment fund consists of the principal endowment fund established in 1937 and the additional endowment fund established in 1960. The Trustees believe that these are permitted endowments subject to a limited power to resort to capital.

Investment income, gains and losses are allocated to the appropriate fund.

2. STAFF COSTS, TRUSTEES' REMUNERATION AND BENEFITS

There were no employees during the year or prior year.

There have been no remuneration or expenditure paid to the trustees during the year or prior year.

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH
KENSINGTON (KNOWN AS ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**NOTES TO THE RECEIPTS AND PAYMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2024**

3. FIXED ASSET INVESTMENT

Market Value	£
At January 2024	825,178
Additions	-
Disposals	(2,000)
Gain/(Loss) in value	73,843
At 31 December 2024	<u>897,021</u>

THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH KENSINGTON

England & Wales - Charity number 241052

Accounts

Charity No. 241052

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES AND
UNAUDITED RECEIPTS AND PAYMENTS FOR THE YEAR
ENDED 31 DECEMBER 2023**

Crowe U.K. LLP
Chartered Accountants
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**CONTENTS OF THE RECEIPTS AND PAYMENTS ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Page
Report of the Trustees	1 - 3
Independent Examiner's Report	4
Receipts and payments accounts	5
Statement of assets and liabilities	6
Notes to the Receipts and payment accounts	7 - 8

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

241052

Principal address

St Stephen's Church
Southwell Gardens
London SW7 4RL

Trustees

Mr J A Fox (appointed 25 May 2023) (Chairman)
Mr J M Randolph (resigned 25 May 2023) (Chairman to that date)
Mr P Rodier (resigned 24 June 2024)
Mr D H Colville
Mr R M Shull (appointed 25 May 2023)
Mrs D Simpson (resigned 24 June 2024)

Independent examiner

Crowe U.K. LLP
Chartered Accountants
Black Country House
Rounds Green Road
Oldbury
West Midlands
B69 2DG

Investment Managers

Cazenove Capital
1 London Wall Place,
London EC2Y 5AU

Solicitors

Charles Russell Speechlys LLP
5 Fleet Place
London EC4M 7RD

Bankers

Lloyds Bank plc
70-71 Cheapside
London EC2V 6EN

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

OBJECTS

The Trust is registered as a charity under number 241052. It was established by a Trust Deed dated 2 April 1937 to promote, aid and further the objects of the Church of England in the Parish of St. Stephen, South Kensington in the Diocese of London by the endowment of the living of the incumbent for the time being of said parish and extended by a Declaration of Trust dated 21 March 1960.

ORGANISATIONAL STRUCTURE

St. Stephen's Church Endowment Fund (the Trust) is managed by Trustees who have authority for overseeing the activities of the Trust. There are no sub-committees or staff considered to be part of the key management structure. The original Trustees were appointed at the inception of the Trust, subsequent Trustees being elected by current Trustees.

PRINCIPAL ACTIVITIES AND REVIEW OF THE YEAR

The Trustees have managed the Trust's Investments to assist in the provision of income to the clergy and parish staff and to pay incidental expenses.

ACTIVITIES AND ACHIEVEMENTS

Objectives and achievements

The Trust plays an important role in the work of St. Stephen's church for the public benefit.

The Trust supports the work of a Church of England parish church, with religious services open to all who wish to attend. The church adopts a policy of keeping church doors open as far as possible, and the clergy or lay helpers maintain a presence during the day for visitors wishing to speak to them.

There is a strong sense in which the church provides comfort and security for the community. In the case of St. Stephen's a significant proportion of the community is transient and therefore needful of such benefits.

The Trust plans to continue the above activities for the foreseeable future.

The Trustees have had due regard to the Charity Commission's guidance on public benefit when considering the Trust's activities and objectives.

Summary of main achievements

The Trust has provided grants to the value of £36,000 to contribute to the meeting the ongoing expenses of St. Stephen's parish.

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

Financial review

The Trust's income arises mainly from investment income and is applied by way of grants. Investment income totalled £36,200 (2022: £36,118) covering grants of £36,000 (2022: £35,600) in the year. During the year there were net gain on investments of £11,288 (2022: losses of £87,428).

The Trust's investments stood at £825,178 at the year end with cash balances of £15,159.

Reserves Policy

The Trustees have considered the reserves held by the Trust as of 31 December 2023. It is the Trustees' policy to achieve in the medium to long term unrestricted reserves at least equal to 12 months' grant expenditure. Grant expenditure in the year to 31 December 2023 was £36,000, with unrestricted reserves of £13,786.

The Trustees expect to maintain grants to St Stephen's Church during 2024 at a level at least the same as was the case in 2023. The Trustees expect investment income received during 2024 to be sufficient to enable the maintained grants to be paid without having recourse to reserves.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Trustees' investment powers are governed by the Trust Deed and the Trustee Act 2000 which permit 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 income; and
- preserve the capital base of the Trust in real terms.

This policy involves investing some of the Trust's assets for long term growth rather than to maximise short term income. The Trust's investments are held through the Cazenove Charity Multi-Asset Fund, which is managed by Schroder Unit Trusts Limited and which operates in conformity with the Trust's policy.

GRANT MAKING POLICY

This year, 2023, the Trust awarded grants of £36,000 (2022: £35,600) from unrestricted funds in accordance with its long-term commitment to assist with the funding of salaries, running costs and other recurring expenses of the clergy and parish staff of the parish of St Stephen, South Kensington.

Approved by order of the board of trustees on 1/10/24 and signed on its behalf by:

J. Fox
.....
Mr J A Fox - Chairman

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ST STEPHEN'S CHURCH
ENDOWMENT FUND**

I report on the accounts for the year ended 31 December 2023 set out on pages five to eight.

This report is made solely to the charity's Trustees, as a body, in accordance with Section 145 of the Charities Act 2011 and regulations made under Section 154 of that Act. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and charity's Trustees as a body, for my work or for this report.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Helen Blundell

Helen Blundell LLB FCA FCIE DChA
Crowe U.K. LLP
Chartered Accountants
Black Country House, Rounds Green Road
Oldbury, B69 2DG
Date: 1 October 2024

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**RECEIPTS AND PAYMENTS ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

		Endowment Fund	Unrestricted Fund	2023 Total Funds	2022 Total Funds
		£	£	£	£
Receipts					
Income from investments		-	36,200	36,200	36,117
Assets and Investment Sales					
Receipts from sale of investment	3	9,061	-	9,061	-
Total Receipts		<u>9,061</u>	<u>36,200</u>	<u>45,261</u>	<u>36,117</u>
Payments					
Investment manager's fees		1,997	-	1,997	2,152
Grants		-	36,000	36,000	35,600
Legal costs		-	4,938	4,938	3,451
Independent Examination Fees		-	4,980	4,980	4,840
Other		-	-	-	90
Total Payments		<u>1,997</u>	<u>45,918</u>	<u>47,915</u>	<u>46,133</u>
Net of receipts/(payments)		7,064	(9,718)	(2,654)	(10,016)
Transfer between funds		(13,000)	13,000	-	-
CASH FUNDS AT 1 JANUARY 2023		<u>7,309</u>	<u>10,504</u>	<u>17,813</u>	<u>27,829</u>
CASH FUNDS AT 31 DECEMBER 2023		<u>1,373</u>	<u>13,786</u>	<u>15,159</u>	<u>17,813</u>

Transfers

The transfer from endowment fund represented cash transferred from capital to income, for working capital purposes as permitted and agreed with the Trustees per the Trust Deed document.

The notes form part of these receipts and payments accounts

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**STATEMENT OF ASSETS AND LIABILITIES
AT 31 DECEMBER 2023**

	Endowment Fund £	Unrestricted Fund £	2023 £	2022 £
Fixed Assets				
Investments	825,178	-	825,178	822,951
Cash Funds				
Cash at Bank	-	4,793	4,793	1,482
Cash held by Investment managers	<u>1,373</u>	<u>8,993</u>	<u>10,366</u>	<u>16,331</u>
	<u>1,373</u>	<u>13,786</u>	<u>15,159</u>	<u>17,813</u>
Current Liabilities				
Other Creditors and accruals	=	<u>2,340</u>	<u>2,340</u>	<u>5,346</u>

The receipts and payments accounts were approved by the Board of Trustees on
and were signed on its behalf by: 1/10/24.....

S. Fox
.....
Mr J A Fox - Chairman

**THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)**

**NOTES TO THE RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. ACCOUNTING POLICIES

The accounts have been prepared on a receipts and payments basis.

The Trust has previously reported under Charity SORP. The Charities Act 2011 permits the Trust to prepare accounts on a receipts and payments basis and the trustees have made the decisions to report under simplified receipts and payments method in order to allow for more of the Trust's funds to be applied for directly charitable purposes. The comparatives have been restated accordingly.

Basis of preparation

Trust is a registered charity in England and Wales and as such is a Public Benefit entity. Governed by its Trust Deed dated 2 April 1937 and extended by a Declaration of Trust dated 21 March 1960. The Trust's Charity Commission registration number is 241052 and its registered address is St. Stephens Church, Southwell Gardens, London, SW7 4RL

Income

All income is recognised in Receipts and Payments once the charity has received funds.

Expenditure

All payments are recognised in the Receipts and Payments Accounts when it is paid.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Endowment Fund

The endowment fund can be used for any activities of the charity that fall within its charitable objects. Income arising from the assets held within the endowment fund is therefore shown as unrestricted.

The endowment fund consists of the principal endowment fund established in 1937 and the additional endowment fund established in 1960. The Trustees believe that these are permitted endowments subject to a limited power to resort to capital.

Investment income, gains and losses are allocated to the appropriate fund.

2. STAFF COSTS, TRUSTEES' REMUNERATION AND BENEFITS

There were no employees during the year or prior year.

There have been no remuneration or expenditure paid to the trustees during the year or prior year.

THE FUND FOR THE ENDOWMENT OF THE LIVING OF STEPHEN'S SOUTH KENSINGTON
KNOWN AS (ST STEPHEN'S CHURCH ENDOWMENT FUND)

NOTES TO THE RECEIPTS AND PAYMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2023

3. FIXED ASSET INVESTMENT

Market Value	£
At January 2023	822,951
Additions	-
Disposals	(9,061)
Gain/(Loss) in value	11,288
At 31 December 2023	<u>825,178</u>

THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH KENSINGTON

England & Wales - Charity number 241052

Accounts

ST STEPHEN'S CHURCH ENDOWMENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2022

**ST STEPHEN'S CHURCH ENDOWMENT FUND
GENERAL INFORMATION**

Name

The Fund for the Endowment of the Living of St. Stephen's, South Kensington, London is more generally known by its working name of St. Stephen's Church Endowment Fund. On 22 May 1997 the Charity Commissioners sealed a Scheme whereby the income of the fund subject to the trusts of the 1937 Deed was thenceforth to be applied for the purposes of the 1960 Deed (as varied or affected by the Scheme) and other matters were provided for.

Trustees

The Trustees who held office during the year and at the date of signature of this report were as follows:

Mr J M Randolph (Chairman)
Mr P Rodier
Mr D H Colville
Mrs D Simpson

Charity Number

241052

Investment Managers

Cazenove Capital
1 London Wall Place,
London EC2Y 5AU

Solicitors

Charles Russell Speechlys LLP
5 Fleet Place
London EC4M 7RD

Address

Saint Stephen's Church
Southwell Gardens
London SW7 4RL

Independent Examiner

Tina Allison FCCA
Chartered Certified Accountant
Crowe U.K. LLP
55 Ludgate Hill
London EC4M 7JW

Bankers

Lloyds Bank plc
70-71 Cheapside
London EC2V 6EN

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2022

OBJECTS

The Trust is registered as a charity under number 241052. It was established by a Trust Deed dated 2 April 1937 to promote, aid and further the objects of the Church of England in the Parish of St. Stephen, South Kensington in the Diocese of London by the endowment of the living of the incumbent for the time being of said parish and extended by a Declaration of Trust dated 21 March 1960.

ORGANISATIONAL STRUCTURE

St. Stephen's Church Endowment Fund (the Trust) is managed by Trustees who have authority for overseeing the activities of the Trust. There are no sub-committees or staff considered to be part of the key management structure. The original Trustees were appointed at the inception of the Trust, subsequent Trustees being elected by current Trustees.

PRINCIPAL ACTIVITIES AND REVIEW OF THE YEAR

The Trustees have managed the Trust's investments to assist in the provision of income to the clergy and parish staff of the parish and to pay incidental expenses.

ACTIVITIES AND ACHIEVEMENTS

Objectives and achievements

The Trust plays an important role in the work of St Stephen's Church for the public benefit.

The Trust supports the work of a Church of England parish church, with religious services available to all who wish to attend. The church adopts a policy of keeping church doors open as far as possible, and the clergy or lay helpers maintain a presence during the day for visitors wishing to speak to them.

There is a strong sense in which the church provides comfort and security to the community. In the case of St Stephen's a significant proportion of the community is transient and therefore needful of such benefits.

The Trust plans to continue the above activities for the foreseeable future.

The Trustees have had due regard to the Charity Commission's guidance on public benefit when considering the Trust's activities and objectives.

Financial review

The Trust's income arises mainly from investment income and is applied by way of grants. Investment income totalled £36,118 (2021: £35,176) covering grants of £35,600 (2021: £35,050) in the year. During the year there were net losses on investments of £87,428 (2021: gains of £62,746).

The Trust's funds decreased by £105,457 in the year to 31 December 2022, resulting in funds carried forward of £835,275 (2021: £940,732).

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2022

RESERVES POLICY

The Trustees have considered the reserves held by the Trust as of 31 December 2022. It is the Trustees' policy to achieve in the medium to long term unrestricted reserves at least equal to 12 months' grant expenditure. Grant expenditure in the year to 31 December 2022 was £35,600, and at the balance sheet date unrestricted reserves stood at £32,084.

The Trustees expect to maintain grants to St Stephen's Church during 2023 at a level at least the same as was the case in 2022. The Trustees expect investment income received during 2023 to be sufficient to enable the maintained grants to be paid without having recourse to reserves.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Trustees' investment powers are governed by the Trust Deed and the Trustee Act 2000 which permit 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 income; and
- preserve the capital base of the Trust in real terms.

This policy involves investing some of the Trust's assets for long term growth rather than to maximise short term income. The Trust's investments are held through the Cazenove Charity Multi-Asset Fund, which is managed by Schroder Unit Trusts Limited and which operates in conformity with the Trust's policy.

Stock market conditions were challenging in 2022 largely because of the move by central banks to much tighter monetary policy as well as the continued conflict in Ukraine. As indicated in Note 5 to the accounts, the units of the Cazenove Charity Multi-Asset Fund were valued at 54.90p each at 31 December 2022; this compares with 61.29p at 31 December 2021. Overall there has been no material change in value since the year end; at 4 May 2022 the unit price stood at 54.17p.

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 Trustees continue to monitor the level of income expected to be received from the Trust's investments given the possibility of renewed market uncertainty against the background described above. As also indicated above, the Trustees expect income in 2023 to be sufficient to cover grants payable. The position will be kept under review so far as concerns future periods.

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2022

GRANT MAKING POLICY

This year, 2022, the Trust awarded grants of £35,600 (2021: £35,050) from unrestricted funds in accordance with its long term commitment to assist with the funding of salaries, running costs and other recurring expenses of the clergy and parish staff of the parish of St Stephen, South Kensington.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

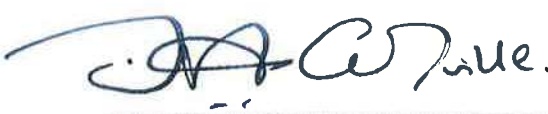
The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards).

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 applicable Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable 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, 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 Charities (Accounts and Reports) Regulations 2008 and the provisions of the charity's constitution. 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 *25 May* 2023 and signed on their behalf by:


.....
Trustee


.....
Trustee

Independent examiner's report to the trustees of St Stephen's Church Endowment Fund

I report to the trustees on my examination of the accounts of the St Stephen's Church Endowment Fund (the Trust) for the year ended 31 December 2022, which are set out on pages 6 to 14.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust's accounts carried out under section 145 of the 2011 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

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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

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



Tina Allison
FCCA
Crowe U.K. LLP
55 Ludgate Hill
London
EC4M 7JW
26 May 2023

ST STEPHEN'S CHURCH ENDOWMENT FUND
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 DECEMBER 2022

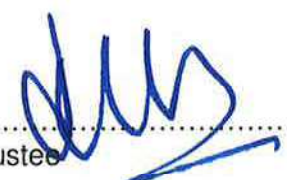
	Notes	Year ended 31 December 2022			Prior Period Total Funds 2021
		Endowment Funds £	Unrestricted Funds £	Total Funds £	£
INCOME & ENDOWMENTS					
Income from investments	4	-	36,118	36,118	35,176
Total income and endowments		-	36,118	36,118	35,176
EXPENDITURE					
Expenditure on:					
Raising funds					
Investment manager's fees	3	10,458	-	10,458	9,904
Finance and other costs		-	91	91	-
Charitable activities					
Grants	3	-	35,600	35,600	35,050
Governance Costs	3	7,855	-	7,855	5,536
Total expenditure		18,313	35,691	54,004	50,490
Net operating deficit for the year		(18,313)	427	(17,886)	(15,314)
Net (Loss)/ gain on investment	5	(87,428)	-	(87,428)	62,746
Net Movement in funds		(105,741)	427	(105,314)	47,432
Reconciliation of funds					
Total funds brought forward at 1 January 2022		909,075	31,657	940,732	893,300
Total funds carried forward at 31 December 2022		803,334	32,084	835,418	940,732


There are no gains and losses other than as recognised above. All activities are continuing.
The notes on pages 9 to 14 form part of these financial statements

ST STEPHEN'S CHURCH ENDOWMENT FUND
BALANCE SHEET
AS AT 31 DECEMBER 2022

	Notes	2022	2021
		£	£
FIXED ASSETS			
Investments	5	822,951	918,737
CURRENT ASSETS			
Cash at Bank and in Hand			
Current account		1,482	2,060
Cash held by investment managers		<u>16,331</u>	<u>25,769</u>
		17,813	27,829
CREDITORS: Amounts falling due within one year			
Accruals		<u>5,346</u>	<u>5,834</u>
NET CURRENT ASSETS		<u>12,467</u>	<u>21,995</u>
NET ASSETS	7	<u>835,418</u>	<u>940,732</u>
THE FUNDS OF THE CHARITY			
Endowment funds	6	803,334	909,075
Unrestricted funds		<u>32,084</u>	<u>31,657</u>
Total Charity Funds		<u>835,418</u>	<u>940,732</u>

Approved by the Trustees and authorised for issue on *25 May* 2023
and signed on their behalf by


.....
Trustee


.....
Trustee

The notes on pages 9 to 14 form part of these financial statements

ST STEPHEN'S CHURCH ENDOWMENT FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022

Statement of cash flows	2022	2021
	£	£
Cash flows from operating activities:		
Net cash used in operating activities	A. (44,018)	<u>(40,093)</u>
Cash flows from investing activities:		
Dividends and interest from investments	36,103	35,176
Management fees paid from endowment funds	(10,458)	(9,904)
Proceeds from sale of investments	8,358	7,733
Net cash provided by investing activities	<u>34,002</u>	<u>33,005</u>
Change in cash and cash equivalents in the reporting period	(10,016)	(7,088)
Cash and cash equivalents at the beginning of the reporting period	27,829	34,917
Cash and cash equivalents at the end of the reporting period	17,813	27,829
A. Reconciliation of net income to net cash flow from operating activities		
Net (Deficit)/ income for the reporting period	<u>(105,314)</u>	<u>47,432</u>
Adjustments for:		
Loss/ (gains) on investments	87,428	(62,746)
Dividends and interest from investments	(36,103)	(35,716)
Management fees paid from endowment funds	10,458	9,904
Decrease in debtors	-	-
(Decrease) / increase in creditors	(488)	493
Net cash provided by (used in) operating activities	<u>(44,018)</u>	<u>(40,093)</u>
Analysis of cash and cash equivalents		
Cash in hand	1,482	2,060
Cash held by investment manager	16,331	25,769
Total cash and cash equivalents	<u>17,813</u>	<u>27,829</u>

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2022

1. ACCOUNTING POLICIES

a) Basis of Accounting

The Trust is a registered charity in England and Wales and as such is a Public Benefit entity. Governed by its Trust Deed dated 2 April 1937 and extended by a Declaration of Trust dated 21 March 1960. The Trust's Charity Commission registration number is 241052 and its registered address is St. Stephens Church, Southwell Gardens, London, SW7 4RL

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and 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) - effective 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. The departure has arisen because charities are now required to prepare their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trustees remain of the opinion that the charity has adequate resources to continue its activities for the foreseeable future, although the Trustees will continue to keep the level of grants paid under review in the light of future investment income received. The Trustees accordingly continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Trustees' Responsibilities on page 4.

b) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2022

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the presentation of the financial statements are as follows:

c) Investment Income

Investment income is accounted for on an accruals basis as earned and is all derived from listed investments and bank interest receivable.

d) Charitable Activities

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.

e) Governance Costs

Governance costs comprise the costs of statutory compliance, including legal advice, independent examination fees and the costs of preparing the statutory accounts.

f) Portfolio Management Fees

The cost of managing the Trust's investment portfolio is met from Endowment Funds.

g) Fixed Asset Investments

Fixed asset investments are stated at mid-market value at the balance sheet date.

The Statement of Financial Activities includes the aggregate of realised and unrealised gains and losses during the year.

h) Financial instruments

The Trust has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial instruments are initially recognised at transaction value (including transaction costs) and are subsequently re-measured where applicable at amortised cost. Financial assets held at amortised cost comprise cash at bank and in hand, together with trade and other debtors. Financial liabilities comprise accruals, trade and other creditors.

Investments, including bonds and cash held as part of an investment portfolio, are held at fair value at the balance sheet date, with income, gains and losses recognised in the Statement of Financial Activities.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2022

i) Endowment Fund

The endowment fund can be used for any activities of the charity that fall within its charitable objects. Income arising from the assets held within the endowment fund is therefore shown as unrestricted.

j) Taxation

No corporation tax is payable by the Trust as it is able to make use of the tax exemptions on income and capital gains available to charities.

2. ANALYSIS OF TOTAL EXPENDITURE

	Other £	Governance Costs £	Grants £	2022 Total £	<i>2021 Total £</i>
Expenditure on raising funds:					
Investment management fees	10,458	-	-	10,458	9,904
Finance and other costs	91	-	-	91	-
Expenditure on charitable activities:					
Governance Costs	-	7,855	-	7,855	5,536
Grant	-	-	35,600	35,600	35,050
Total expenditure	<u>10,549</u>	<u>7,855</u>	<u>35,600</u>	<u>54,004</u>	<u>50,490</u>

3. GOVERNANCE COSTS

	2022 £	<i>2021 £</i>
Professional charges	2,875	716
Independent examiner's fees	3,320	3,207
Accountancy services	1,660	1,613
	<u>7,855</u>	<u>5,536</u>

No trustees received remuneration or re-imbursment of expenses for their services in the current or the preceding year.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2022

4. INCOME	2022	2021
	£	£
Donations	-	-
Equities	36,103	35,176
Cash	15	-
	<u>35,176</u>	<u>35,176</u>
5. FIXED ASSET INVESTMENTS	2022	2021
	£	£
Market value at start of year	918,737	863,724
Additions	-	-
Disposals	(8,358)	(7,733)
Unrealised (Losses)/ gains during the year	<u>(87,428)</u>	<u>62,746</u>
Market value at end of year	<u>822,951</u>	<u>918,737</u>
Cost at end of year	<u>823,024</u>	<u>823,024</u>

At the 31 December 2022 the trust held 1,499,000 units in the Cazenove Charity Multi-Asset Fund valued at 54.90 pence per unit. The most recent valuation of the Cazenove Charity Multi-Asset Fund can be found at www.cazenovecapital.com/uk/charities

6. ENDOWMENT FUNDS	2022	2021
	£	£
Capital account		
Balance at start of year	909,075	861,769
Movement during year	<u>(105,741)</u>	<u>47,306</u>
Balance at end of year	<u>803,334</u>	<u>909,075</u>

The endowment funds consist of the principal endowment fund established in 1937 and the additional endowment fund established in 1960. The Trustees believe these are permanent endowments, subject to a limited power to resort to capital.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2022

7. ANALYSIS OF NET ASSETS BETWEEN FUNDS

2022	Investments £	Net Current Assets/ (Liabilities) £	Total £
Endowment fund	822,951	(19,617)	803,334
Unrestricted fund	-	32,084	32,084
	<u>822,951</u>	<u>12,467</u>	<u>835,418</u>
2021	Investments £	Net Current Assets/ (Liabilities) £	Total £
Endowment fund	918,737	(9,662)	909,075
Unrestricted fund	-	31,657	31,657
	<u>918,737</u>	<u>21,995</u>	<u>940,732</u>

8. RELATED PARTIES

There are no related party transactions or balances which require disclosure within the financial statements during 2022 (2021: Nil).

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2022

9. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES

	Year ended 31 December 2021		
	Endowment Funds £	Unrestricted Funds £	Total Funds £
INCOME & ENDOWMENTS			
Income from investments	-	35,176	35,176
Total Incoming Resources	-	35,176	35,176
EXPENDITURE			
Expenditure on:			
Raising funds			
Investment manager's fees	9,904	-	9,904
Charitable activities			
Grants	-	35,050	35,050
Governance costs	5,536	-	5,536
Total Expenditure	15,440	35,050	50,490
Net operating deficit for the year	(15,440)	126	(15,314)
Net gain on investment	62,746	-	62,746
Net Movement in funds	47,306	126	47,432
Reconciliation of funds			
Total funds brought forward at 1 January 2021	861,769	31,531	893,300
Total funds carried forward at 31 December 2021	909,075	31,657	940,732

THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH KENSINGTON

England & Wales - Charity number 241052

Accounts

ST STEPHEN'S CHURCH ENDOWMENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2021

**ST STEPHEN'S CHURCH ENDOWMENT FUND
GENERAL INFORMATION**

Name

The Fund for the Endowment of the Living of St. Stephen's, South Kensington, London is more generally known by its working name of St. Stephen's Church Endowment Fund. On 22 May 1997 the Charity Commissioners sealed a Scheme whereby the income of the fund subject to the trusts of the 1937 Deed was thenceforth to be applied for the purposes of the 1960 Deed (as varied or affected by the Scheme) and other matters were provided for.

The Trustees

Mr J M Randolph (Chairman)
Mr P Rodier
Mr D H Colville
Mrs D Simpson

Charity Number

241052

Investment Managers

Cazenove Capital
1 London Wall Place,
London
EC2Y 5AU

Solicitors

Charles Russell Speechlys LLP
5 Fleet Place
London
EC4M 7RD

Address

Saint Stephen's Church
Southwell Gardens
London
SW7 4RL

Independent Examiner

Tina Allison FCCA
Chartered Certified Accountant
Crowe U.K. LLP
55 Ludgate Hill
London
EC4M 7JW

Bankers

Lloyds Bank plc
70-71 Cheapside
London
EC2V 6EN

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2021

OBJECTS

The Trust is registered as a charity under number 241052. It was established by a Trust Deed dated 2 April 1937 to promote, aid and further the objects of the Church of England in the Parish of St. Stephen, South Kensington in the Diocese of London by the endowment of the living of the incumbent for the time being of said parish and extended by a Declaration of Trust dated 21 March 1960.

ORGANISATIONAL STRUCTURE

St. Stephen's Church Endowment Fund (the Trust) is managed by Trustees who have authority for overseeing the activities of the Trust. There are no sub-committees or staff considered to be part of the key management structure. The original Trustees were appointed at the inception of the Trust, subsequent Trustees being elected by current Trustees.

PRINCIPAL ACTIVITIES AND REVIEW OF THE YEAR

The Trustees have managed the Trust's investments to assist in the provision of income to the clergy and parish staff of the parish and to pay incidental expenses.

ACTIVITIES AND ACHIEVEMENTS

Objectives and achievements

The Trust plays an important role in the work of St Stephen's Church for the public benefit.

The Trust supports the work of a Church of England parish church, with religious services available to all who wish to attend. The church adopts a policy of keeping church doors open as far as possible, and the clergy or lay helpers maintain a presence during the day for visitors wishing to speak to them.

There is a strong sense in which the church provides comfort and security to the community. In the case of St Stephen's a significant proportion of the community is transient and therefore needful of such benefits.

The Trust plans to continue the above activities for the foreseeable future.

The Trustees have had due regard to the Charity Commission's guidance on public benefit when considering the Trust's activities and objectives.

Financial review

The Trust's income arises mainly from investment income and is applied by way of grants. Investment income totalled £35,176 (2020: £34,517) covering grants of £35,050 (2020: £34,500) in the year. During the year there were net gains on investments of £62,746 (2020: gains of £30,604).

The Trust's funds increased by £47,432 in the year to 31 December 2021, resulting in funds carried forward of £940,732 (2020: £893,300).

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2021

RESERVES POLICY

The Trustees have considered the reserves held by the Trust as of 31 December 2021. It is the Trustees' policy to achieve in the medium to long term unrestricted reserves at least equal to 12 months' grant expenditure. Grant expenditure in the year to 31 December 2021 was £35,050, and at the balance sheet date unrestricted reserves stood at £31,657.

The Trustees expect to maintain grants to St Stephen's Church during 2022 at a level at least the same as was the case in 2021. The Trustees expect investment income received during 2022 to be sufficient to enable the maintained grants to be paid without having recourse to reserves.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Trustees' investment powers are governed by the Trust Deed and the Trustee Act 2000 which permit 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 income; and
- preserve the capital base of the Trust in real terms.

This policy involves investing some of the Trust's assets for long term growth rather than to maximise short term income. The Trust's investments are held through the Cazenove Charity Multi-Asset Fund, which is managed by Schroder Unit Trusts Limited and which operates in conformity with the Trust's policy.

Stock markets generally performed strongly in 2021, particularly in the United States, with the result that the overall performance was very satisfactory. As indicated in Note 5 to the accounts, the units of the Cazenove Charity Multi-Asset Fund were valued at 61.29p each at 31 December 2021; this compares with 57.62p at 31 December 2020. Performance since the year end has been weaker against the background of conflict in Ukraine and a move to tighter monetary policy by central banks; at 5 May 2022 the unit price had fallen back to 57.93p.

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 Trustees continue to monitor the level of income expected to be received from the Trust's investments given the possibility of renewed market uncertainty against the background described above. As also indicated above, the Trustees expect income in 2022 to be sufficient to cover grants payable. The position will be kept under review so far as concerns 2023 and future periods.

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2021

GRANT MAKING POLICY

This year, 2021, the Trust awarded grants of £35,050 (2020: £34,500) from unrestricted funds in accordance with its long term commitment to assist with the funding of salaries, running costs and other recurring expenses of the clergy and parish staff of the parish of St Stephen, South Kensington.


STATEMENT OF TRUSTEES' RESPONSIBILITIES


The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards).

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 applicable Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable 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, 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 Charities (Accounts and Reports) Regulations 2008 and the provisions of the charity's constitution. 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 19 May 2022 and signed on their behalf by:


.....
Trustee


.....
Trustee

Independent examiner's report to the trustees of St Stephen's Church Endowment Fund

I report to the trustees on my examination of the accounts of the St Stephen's Church Endowment Fund (the Trust) for the year ended 31 December 2021, which are set out on pages 6 to 14.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust's accounts carried out under section 145 of the 2011 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

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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

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



Tina Allison
FCCA
Crowe U.K. LLP
55 Ludgate Hill
London
EC4M 7JW

19 May 2022

ST STEPHEN'S CHURCH ENDOWMENT FUND
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 DECEMBER 2021

	Notes	Year ended 31 December 2021			Prior Period Total Funds 2020
		Endowment Funds £	Unrestricted Funds £	Total Funds £	£
INCOME & ENDOWMENTS					
Voluntary Income	4	-	-	-	500
Income from investments	4	-	35,176	35,176	34,517
Other income	4	-	-	-	17
Total income and endowments		-	35,176	35,176	35,034
EXPENDITURE					
Expenditure on:					
Raising funds					
Investment manager's fees	3	9,904	-	9,904	9,297
Charitable activities					
Grants	3	-	35,050	35,050	34,500
Governance Costs	3	5,536	-	5,536	7,316
Total expenditure		15,440	35,050	50,490	51,113
Net operating deficit for the year		(15,440)	126	(15,314)	(16,079)
Net gain on investment	5	62,746	-	62,746	30,604
Net Movement in funds		47,306	126	47,432	14,525
Reconciliation of funds					
Total funds brought forward at 1 January 2021		861,769	31,531	893,300	878,775
Total funds carried forward at 31 December 2021		909,075	31,657	940,732	893,300

There are no gains and losses other than as recognised above. All activities are continuing.
The notes on pages 9 to 14 form part of these financial statements

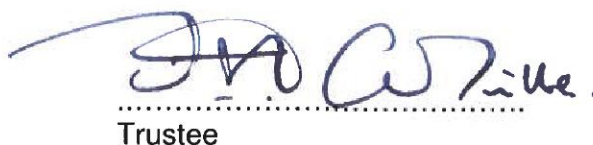
ST STEPHEN'S CHURCH ENDOWMENT FUND
BALANCE SHEET
AS AT 31 DECEMBER 2021

	Notes	2021	2020
		£	£
FIXED ASSETS			
Investments	5	918,737	863,724
CURRENT ASSETS			
Cash at Bank and in Hand			
Current account		2,060	2,380
Cash held by investment managers		<u>25,769</u>	<u>32,537</u>
		27,829	34,917
CREDITORS: Amounts falling due within one year			
Accruals		<u>5,834</u>	<u>5,341</u>
NET CURRENT ASSETS		<u>21,995</u>	<u>29,576</u>
NET ASSETS	7	<u>940,732</u>	<u>893,300</u>
THE FUNDS OF THE CHARITY			
Endowment funds	6	909,075	861,769
Unrestricted funds		<u>31,657</u>	<u>31,531</u>
Total Charity Funds		<u>940,732</u>	<u>893,300</u>

Approved by the Trustees and authorised for issue on
and signed on their behalf by

19 May 2022

.....
Trustee 

.....
Trustee 

The notes on pages 9 to 14 form part of these financial statements

ST STEPHEN'S CHURCH ENDOWMENT FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

Statement of cash flows	2021	2020
	£	£
Cash flows from operating activities:		
Net cash used in operating activities	A. (40,093)	(41,641)
Cash flows from investing activities:		
Dividends and interest from investments	35,176	34,517
Management fees paid from endowment funds	(9,904)	(9,297)
Purchase of investments	-	20,110
Proceeds from sale of investments	7,733	58,411
Net cash provided by investing activities	33,005	63,522
Change in cash and cash equivalents in the reporting period	(7,088)	21,881
Cash and cash equivalents at the beginning of the reporting period	34,917	13,036
Cash and cash equivalents at the end of the reporting period	27,829	34,917
A. Reconciliation of net income to net cash flow from operating activities		
Net income for the reporting period	47,432	14,525
Adjustments for:		
(Gains) on investments	(62,746)	(30,604)
Dividends and interest from investments	(35,716)	(34,517)
Management fees paid from endowment funds	9,904	9,297
Decrease in debtors	-	-
Increase in creditors	493	342
Net cash provided by (used in) operating activities	(40,093)	(41,640)
Analysis of cash and cash equivalents		
Cash in hand	2,060	2,380
Cash held by investment manager	25,769	32,537
Total cash and cash equivalents	27,829	34,917

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2021

1. ACCOUNTING POLICIES

a) Basis of Accounting

The Trust is a registered charity in England and Wales and as such is a Public Benefit entity. Governed by its Trust Deed dated 2 April 1937 and extended by a Declaration of Trust dated 21 March 1960. The Trust's Charity Commission registration number is 241052 and its registered address is St. Stephens Church, Southwell Gardens, London, SW7 4RL

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and 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) - effective 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. The departure has arisen because charities are now required to prepare their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trustees remain of the opinion that the charity has adequate resources to continue its activities for the foreseeable future, although the Trustees will continue to keep the level of grants paid under review in the light of future investment income received. The Trustees accordingly continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Trustees' Responsibilities on page 4.

b) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2021

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the presentation of the financial statements are as follows:

c) Investment Income

Investment income is accounted for on an accruals basis as earned and is all derived from listed investments and bank interest receivable.

d) Charitable Activities

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.

e) Governance Costs

Governance costs comprise the costs of statutory compliance, including legal advice, independent examination fees and the costs of preparing the statutory accounts.

f) Portfolio Management Fees

The cost of managing the Trust's investment portfolio is met from Endowment Funds.

g) Fixed Asset Investments

Fixed asset investments are stated at mid-market value at the balance sheet date.

The Statement of Financial Activities includes the aggregate of realised and unrealised gains and losses during the year.

h) Financial instruments

The Trust has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial instruments are initially recognised at transaction value (including transaction costs) and are subsequently re-measured where applicable at amortised cost. Financial assets held at amortised cost comprise cash at bank and in hand, together with trade and other debtors. Financial liabilities comprise accruals, trade and other creditors.

Investments, including bonds and cash held as part of an investment portfolio, are held at fair value at the balance sheet date, with income, gains and losses recognised in the Statement of Financial Activities.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2021

i) Endowment Fund

The endowment fund can be used for any activities of the charity that fall within its charitable objects. Income arising from the assets held within the endowment fund is therefore shown as unrestricted.

j) Taxation

No corporation tax is payable by the Trust as it is able to make use of the tax exemptions on income and capital gains available to charities.

2. ANALYSIS OF TOTAL EXPENDITURE

	Other £	Governance Costs £	Grants £	2021 Total £	2020 Total £
Expenditure on raising funds:					
Investment management fees	9,904	-	-	9,904	9,297
Expenditure on charitable activities:					
Governance Costs	-	5,536	-	5,536	7,316
Grant	-	-	35,050	35,050	34,500
Total expenditure	<u>9,904</u>	<u>5,536</u>	<u>35,050</u>	<u>50,490</u>	<u>51,113</u>

3. GOVERNANCE COSTS

	2021 £	2020 £
Professional charges	716	2,616
Independent examiner's fees	3,207	3,133
Accountancy services	<u>1,613</u>	<u>1,567</u>
	<u>5,536</u>	<u>7,316</u>

No trustees received remuneration or re-imbusement of expenses for their services in the current or the preceding year.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2021

4. INCOME	2021	2020
	£	£
Donations	-	500
Equities	35,176	34,517
Cash	-	17
	<u>35,176</u>	<u>35,034</u>
5. FIXED ASSET INVESTMENTS	2021	2020
	£	£
Market value at start of year	863,724	871,422
Additions	-	20,110
Disposals	(7,733)	(58,842)
Unrealised gains during the year	<u>62,746</u>	<u>31,034</u>
Market value at end of year	<u>918,737</u>	<u>863,724</u>
Cost at end of year	<u>823,024</u>	<u>823,052</u>

At the 31 December 2021 the trust held 1,499,000 units in the Cazenove Charity Multi-Asset Fund valued at 61.29 pence per unit. The most recent valuation of the Cazenove Charity Multi-Asset Fund can be found at www.cazenovecapital.com/uk/charities

6. ENDOWMENT FUNDS	2021	2020
	£	£
Capital account		
Balance at start of year	861,769	847,778
Movement during year	<u>47,306</u>	<u>13,991</u>
Balance at end of year	<u>909,075</u>	<u>861,769</u>

The endowment funds consist of the principal endowment fund established in 1937 and the additional endowment fund established in 1960. The Trustees believe these are permanent endowments, subject to a limited power to resort to capital.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2021

7. ANALYSIS OF NET ASSETS BETWEEN FUNDS

2021	Investments £	Net Current Assets/ (Liabilities) £	Total £
Endowment fund	918,737	(9,662)	909,075
Unrestricted fund	-	31,657	31,657
	<u>918,737</u>	<u>21,995</u>	<u>940,732</u>
2020	Investments £	Net Current Assets/ (Liabilities) £	Total £
Endowment fund	863,724	(1,955)	861,769
Unrestricted fund	-	31,531	31,531
	<u>863,724</u>	<u>29,576</u>	<u>893,300</u>

8. RELATED PARTIES

There are no related party transactions or balances which require disclosure within the financial statements during 2021. (2020: Nil).

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2021

9. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES

	Year ended 31 December 2020		
	Endowment Funds £	Unrestricted Funds £	Total Funds £
INCOME & ENDOWMENTS			
Voluntary income	-	500	500
Income from investments	-	34,517	34,517
Other income	-	17	17
Total Incoming Resources	-	35,034	35,034
EXPENDITURE			
Expenditure on:			
Raising funds			
Investment manager's fees	9,297	-	9,297
Charitable activities			
Provision of support to parish of St Stephen's	7,316	34,500	41,816
Total Expenditure	16,613	34,500	51,113
Net operating deficit for the year	(16,613)	534	(16,079)
Net gain on investment	30,604	-	30,604
Net Movement in funds	13,991	534	14,525
Reconciliation of funds			
Total funds brought forward at 1 January 2020	847,778	30,997	878,775
Total funds carried forward at 31 December 2020	861,769	31,531	893,300

THE FUND FOR THE ENDOWMENT OF THE LIVING OF ST STEPHEN'S SOUTH KENSINGTON

England & Wales - Charity number 241052

Accounts

ST STEPHEN'S CHURCH ENDOWMENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2020

ST STEPHEN'S CHURCH ENDOWMENT FUND
GENERAL INFORMATION

Name

The Fund for the Endowment of the Living of St. Stephen's, South Kensington, London is more generally known by its working name of St. Stephen's Church Endowment Fund. On 22 May 1997 the Charity Commissioners sealed a Scheme whereby the income of the fund subject to the trusts of the 1937 Deed was thenceforth to be applied for the purposes of the 1960 Deed (as varied or affected by the Scheme) and other matters were provided for.

The Trustees

Mr J M Randolph (Chairman)
Mr P Rodier
Mr D H Colville
Mrs D Simpson

Charity Number

241052

Investment Managers

Cazenove Capital Management
1 London Wall Place,
London
EC2Y 5AU

Solicitors

Charles Russell Speechlys LLP
5 Fleet Place
London
EC4M 7RD

Address

Saint Stephen's Church
Southwell Gardens
London
SW7 4RL

Independent Examiner

Tina Allison FCCA
Chartered Certified Accountant
Crowe U.K. LLP
55 Ludgate Hill
London
EC4M 7JW

Bankers

Lloyds Bank plc
70-71 Cheapside
London
EC2V 6EN

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2020

OBJECTS

The Trust is registered as a charity under number 241052. It was established by a Trust Deed dated 2 April 1937 to promote, aid and further the objects of the Church of England in the Parish of St. Stephen, South Kensington in the Diocese of London by the endowment of the living of the incumbent for the time being of said parish and extended by a Declaration of Trust dated 21 March 1960.

ORGANISATIONAL STRUCTURE

St. Stephen's Church Endowment Fund (the Trust) is managed by Trustees who have authority for overseeing the activities of the Trust. There are no sub-committees or staff considered to be part of the key management structure. The original Trustees were appointed at the inception of the Trust, subsequent Trustees being elected by current Trustees.

PRINCIPAL ACTIVITIES AND REVIEW OF THE YEAR

The Trustees have managed the Trust's investments to assist in the provision of income to the clergy and parish staff of the parish and to pay incidental expenses.

ACTIVITIES AND ACHIEVEMENTS

Objectives and achievements

The Trust plays an important role in the work of St Stephen's Church for the public benefit.

The Trust supports the work of a Church of England parish church, with religious services available to all who wish to attend. The church adopts a policy of keeping church doors open as far as possible, and the clergy or lay helpers maintain a presence during the day for visitors wishing to speak to them.

There is a strong sense in which the church provides comfort and security to the community. In the case of St Stephen's a significant proportion of the community is transient and therefore needful of such benefits.

The Trust plans to continue the above activities for the foreseeable future.

The Trustees have had due regard to the Charity Commission's guidance on public benefit when considering the Trust's activities and objectives.

Financial review

The Trust's income arises mainly from investment income and is applied by way of grants. Investment income totalled £34,517 (2019: £36,303) covering grants of £34,500 (2019: £34,000) in the year. During the year there were net gains on investments of £30,604 (2019: gains of £75,210).

The Trust's funds increased by £14,525 in the year to 31 December 2020, resulting in funds carried forward of £893,300 (2019: £878,775).

ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2020

RESERVES POLICY

The Trustees have considered the reserves held by the Trust as of 31 December 2020. It is the Trustees' policy to achieve in the medium to long term unrestricted reserves at least equal to 12 months' grant expenditure. Grant expenditure in the year to 31 December 2020 was £34,500, and at the balance sheet date unrestricted reserves stood at £31,531.

The Trustees expect to maintain grants to St Stephen's Church during 2021 at a level at least the same as was the case in 2020. The Trustees expect investment income received during 2021 to be sufficient to enable the maintained grants to be paid without having recourse to reserves.

INVESTMENT POWERS, POLICY AND PERFORMANCE

The Trustees' investment powers are governed by the Trust Deed and the Trustee Act 2000 which permit 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 income; and
- preserve the capital base of the Trust in real terms.

This policy involves investing some of the Trust's assets for long term growth rather than to maximise short term income. The Trust's investments are held through the Cazenove Charity Multi-Asset Fund, which is managed by Schroder Unit Trusts Limited and which operates in conformity with the Trust's policy.

Stock markets were volatile in 2020 as the Covid-19 pandemic developed but the overall performance was satisfactory, as the sharp falls in asset prices in the earlier part of the year were more than made good during the remaining months. As indicated in Note 5 to the accounts, the units of the Cazenove Charity Multi-Asset Fund were valued at 57.62p each at 31 December 2020; this compares with 56.04p at 31 December 2019.

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 Trustees continue to monitor the level of income expected to be received from the Trust's investments given the possibility of renewed market uncertainty against the background of the continuing Covid-19 pandemic. As indicated above, the Trustees expect income in 2021 to be sufficient to cover grants payable. The position will be kept under review so far as concerns 2022 and future periods.

GRANT MAKING POLICY

This year the Trust awarded grants of £34,500 (2019: £34,000) from unrestricted funds in accordance with its long term commitment to assist with the funding of salaries, running costs and other recurring expenses of the clergy and parish staff of the parish of St Stephen, South Kensington.

**ST STEPHEN'S CHURCH ENDOWMENT FUND
TRUSTEES' REPORT
YEAR ENDED 31 DECEMBER 2020**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

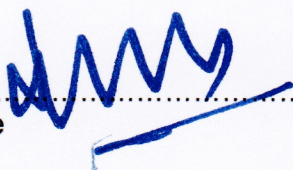
The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards).

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:

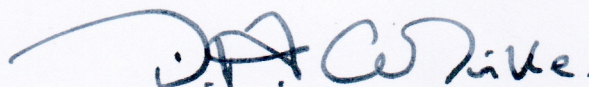
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures 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, 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 Charities (Accounts and Reports) Regulations 2008 and the provisions of the charity's constitution. 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 ~~18 September~~ 2021 and signed on their behalf by:

.....
Trustee



.....
Trustee



Independent examiner's report to the trustees of St Stephen's Church Endowment Fund

I report to the trustees on my examination of the accounts of the St Stephen's Church Endowment Fund (the Trust) for the year ended 31 December 2020, which are set out on pages 6 to 14.

This report is made solely to the charity's trustees, as a body, in accordance with section 154 of the Charities Act 2011. My independent examiner's work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity, the charity's members as a body and the charity's trustees as a body for my independent examiner's work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust's accounts carried out under section 145 of the 2011 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

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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

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



Tina Allison
FCCA
Crowe U.K. LLP
55 Ludgate Hill
London
EC4M 7JW

20 September 2021

ST STEPHEN'S CHURCH ENDOWMENT FUND
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 DECEMBER 2020

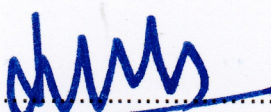
	Notes	Year ended 31 December 2020			Prior
		Endowment Funds	Unrestricted Funds	Total Funds	Period Total Funds 2019
		£	£	£	£
INCOME & ENDOWMENTS					
Voluntary Income	2	-	500	500	-
Income from investments	2	-	34,517	34,517	36,303
Other income	2	-	17	17	-
Total income and endowments		-	35,034	35,034	36,303
EXPENDITURE					
Expenditure on:					
Raising funds					
Investment manager's fees	3	9,297	-	9,297	10,391
Finance and other costs	3	-	-	-	345
Charitable activities					
Provision of support to parish of St Stephen's	3	7,316	34,500	41,816	42,930
Total expenditure		16,613	34,500	51,113	53,666
Net operating deficit for the year		(16,613)	534	(16,079)	(17,363)
Net gain on investment	5	30,604	-	30,604	75,210
Net Movement in funds		13,991	534	14,525	57,847
Reconciliation of funds					
Total funds brought forward at 1 January 2020		847,778	30,997	878,775	820,928
Total funds carried forward at 31 December 2020		861,769	31,531	893,300	878,775

There are no gains and losses other than as recognised above. All activities are continuing.
The notes on pages 9 to 14 form part of these financial statements

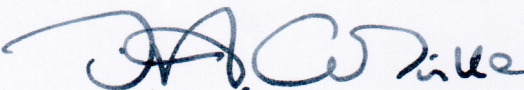
ST STEPHEN'S CHURCH ENDOWMENT FUND
BALANCE SHEET
AS AT 31 DECEMBER 2020

	Notes	2020	2019
		£	£
FIXED ASSETS			
Investments	5	863,724	871,422
CURRENT ASSETS			
Cash at Bank and in Hand			
Current account		2,380	1,338
Cash held by investment managers		<u>32,537</u>	<u>11,698</u>
		34,917	13,036
CREDITORS: Amounts falling due within one year			
Accruals		<u>(5,341)</u>	<u>(5,683)</u>
NET CURRENT ASSETS		<u>29,576</u>	<u>7,353</u>
NET ASSETS	7	<u>893,300</u>	<u>878,775</u>
THE FUNDS OF THE CHARITY			
Endowment funds	6	861,769	847,778
Unrestricted funds		<u>31,531</u>	<u>30,997</u>
Total Charity Funds		<u>893,300</u>	<u>878,775</u>

Approved by the Trustees and authorised for issue on 18 September 2021 and signed on their behalf by



 Trustee



 Trustee

The notes on pages 9 to 14 form part of these financial statements

ST STEPHEN'S CHURCH ENDOWMENT FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

Statement of cash flows	2020	2019
	£	£
Cash flows from operating activities:		
Net cash used in operating activities	A. <u>(41,641)</u>	<u>(42,795)</u>
Cash flows from investing activities:		
Dividends and interest from investments	34,517	36,303
Management fees paid from endowment funds	(9,297)	(10,391)
Purchase of investments	(20,110)	-
Proceeds from sale of investments	58,412	14,867
Net cash provided by investing activities	<u>63,522</u>	<u>40,779</u>
Change in cash and cash equivalents in the reporting period	21,881	(2,016)
Cash and cash equivalents at the beginning of the reporting period	13,036	15,052
Cash and cash equivalents at the end of the reporting period	34,917	13,036
A. Reconciliation of net income to net cash flow from operating activities		
Net income/(expenditure)for the reporting period	<u>14,525</u>	<u>57,847</u>
Adjustments for:		
(Gains) on investments	(30,604)	(75,210)
Dividends and interest from investments	(34,517)	(36,303)
Management fees paid from endowment funds	9,297	10,391
Decrease in debtors	-	-
(Decrease)/ increase in creditors	(342)	480
Net cash provided by (used in) operating activities	<u>(41,641)</u>	<u>(42,795)</u>
Analysis of cash and cash equivalents		
Cash in hand	2,380	1,338
Cash held by investment manager	32,537	11,698
Total cash and cash equivalents	<u>34,917</u>	<u>13,036</u>

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2020

1. ACCOUNTING POLICIES

a) Basis of Accounting

The Trust is a registered charity in England and Wales and as such is a Public Benefit entity. Governed by its Trust Deed dated 2 April 1937 and extended by a Declaration of Trust dated 21 March 1960. The Trust's Charity Commission registration number is 241052 and its registered address is St. Stephens Church, Southwell Gardens, London, SW7 4RL

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and 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) - effective 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. The departure has arisen because charities are now required to prepare their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The Trustees remain of the opinion that the charity has adequate resources to continue its activities for the foreseeable future, although the Trustees will continue to keep the level of grants paid under review in the light of future investment income received. The Trustees accordingly continue to adopt the going concern basis in preparing the financial statements as outlined in the Statement of Trustees' Responsibilities on page 4.

b) Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates, assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2020

In the view of the Trustees, no assumptions concerning the future or estimation uncertainty affecting assets and liabilities at the balance sheet date are likely to result in a material adjustment to their carrying amounts in the next financial year.

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the presentation of the financial statements are as follows:

c) Investment Income

Investment income is accounted for on an accruals basis as earned and is all derived from listed investments and bank interest receivable.

d) Charitable Activities

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.

e) Governance Costs

Governance costs comprise the costs of statutory compliance, including legal advice, independent examination fees and the costs of preparing the statutory accounts.

f) Portfolio Management Fees

The cost of managing the Trust's investment portfolio is met from Endowment Funds.

g) Fixed Asset Investments

Fixed asset investments are stated at mid-market value at the balance sheet date.

The Statement of Financial Activities includes the aggregate of realised and unrealised gains and losses during the year.

h) Financial instruments

The Trust has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Basic financial instruments are initially recognised at transaction value (including transaction costs) and are subsequently re-measured where applicable at amortised cost. Financial assets held at amortised cost comprise cash at bank and in hand, together with trade and other debtors. Financial liabilities comprise accruals, trade and other creditors.

Investments, including bonds and cash held as part of an investment portfolio, are held at fair value at the balance sheet date, with income, gains and losses recognised in the Statement of Financial Activities.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2020

i) Endowment Fund

The endowment fund can be used for any activities of the charity that fall within its charitable objects. Income arising from the assets held within the endowment fund is therefore shown as unrestricted.

j) Taxation

No corporation tax is payable by the Trust as it is able to make use of the tax exemptions on income and capital gains available to charities.

2. INCOME

	2020 £	2019 £
Donations	500	-
Equities	34,517	36,303
Cash	17	-
	35,034	36,303

3. ANALYSIS OF TOTAL EXPENDITURE

	Other £	Governance Costs £	Grants £	2020 Total £	2019 Total £
Expenditure on raising funds:					
Finance and other costs	-	-	-	-	345
Investment management fees	9,297	-	-	9,297	10,391
Expenditure on charitable activities:					
Provision of support to parish of St Stephen's	-	7,316	34,500	41,816	42,930
Total expenditure	9,297	7,316	34,500	51,113	53,666

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2020

4. GOVERNANCE COSTS

	2020	2019
	£	£
Professional charges	2,616	4,380
Independent examiner's fees	3,133	3,033
Accountancy services	1,567	1,517
	<u>7,316</u>	<u>8,930</u>

No trustees received remuneration or re-imbusement of expenses for their services in the current or the preceding year.

5. FIXED ASSET INVESTMENTS

	2020	2019
	£	£
Market value at start of year	871,422	811,079
Additions	20,110	-
Disposals	(58,842)	(14,538)
Unrealised gains during the year	31,034	74,881
	<u>863,724</u>	<u>871,422</u>
Market value at end of year	<u>863,724</u>	<u>871,422</u>
Cost at end of year	<u>823,052</u>	<u>853,436</u>

At the 31 December 2020 the trust held 1,499,000 units in the Cazenove Charity Multi-Asset Fund valued at 57.62 per unit. The most recent valuation of the Cazenove Charity Multi-Asset Fund can be found at www.cazenovecapital.com/uk/charities

6. ENDOWMENT FUNDS

	2020	2019
	£	£
Capital account		
Balance at start of year	847,778	791,889
Movement during year	13,991	55,889
	<u>861,769</u>	<u>847,778</u>
Balance at end of year	<u>861,769</u>	<u>847,778</u>

The endowment funds consist of the principal endowment fund established in 1937 and the additional endowment fund established in 1960. The Trustees believe these are permanent endowments, subject to a limited power to resort to capital.

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2020

7. ANALYSIS OF NET ASSETS BETWEEN FUNDS

2020	Investments £	Net Current Assets £	Total £
Endowment fund	863,724	(1,955)	861,769
Unrestricted fund	-	31,531	31,531
	<u>863,724</u>	<u>29,576</u>	<u>893,300</u>
2019	Investments £	Net Current Assets £	Total £
Endowment fund	871,422	(23,644)	847,778
Unrestricted fund	-	30,997	30,997
	<u>871,422</u>	<u>7,353</u>	<u>878,775</u>

8. RELATED PARTIES

There are no related party transactions or balances which require disclosure within the financial statements during 2020. (2019: Nil).

ST STEPHEN'S CHURCH ENDOWMENT FUND
NOTES TO THE FINANCIAL STATEMENTS (Continued)
AS AT 31 DECEMBER 2020

10. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES

	Year ended 31 December 2019		
	Endowment Funds £	Unrestricted Funds £	Total Funds £
INCOME & ENDOWMENTS			
Income from investments	-	36,306	36,306
Other income	-	-	-
Total Incoming Resources	-	36,306	36,306
EXPENDITURE			
Expenditure on:			
Raising funds			
Investment manager's fees	10,391	-	10,391
Finance and other costs	-	345	345
Charitable activities			
Provision of support to parish of St Stephen's	8,930	34,000	42,930
Total Expenditure	19,321	34,345	53,666
Net operating deficit for the year	(19,321)	1,958	(17,363)
Net gain on investment	75,210	-	75,210
Net Movement in funds	55,889	1,958	57,847
Reconciliation of funds			
Total funds brought forward at 1 January 2019	791,889	29,039	820,928
Total funds carried forward at 31 December 2019	847,778	30,997	878,775