

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES

England & Wales · Charity number 253645

Details

Status Registered

Legal form Trust

Registered 1967-09-05

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

Contact

Address Carmelite Priory
41 Kensington Church Street
London
W8 4BB

Phone 02079379866

Email prior@carmelitechurch.org

Website www.carmelitechurch.org

Activities

Objects: FOR SUCH CHARITABLE PURPOSES WHICH ADVANCE THE RELIGIOUS AND OTHER CHARITABLE WORK FOR THE TIME BEING CARRIED ON BY OR UNDER THE DIRECTION OF THE SOCIETY AS THE TRUSTEES WITH THE APPROVAL OF THE SUPERIOR THINK FIT.

Activities: The Charity has a responsibility for a church and an open space for the public. Our mission is to provide a service of spiritual support and pastoral counselling to all people in need. This is carried out through maintaining an open church and sacred safe space for prayer and quiet reflection, the celebration of daily mass and other liturgies, and availability to speak with anyone who has need.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Religious Activities
- **Who:** The General Public/mankind

Geography

- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£944,681	£411,602	£4,232,839	5
2024-03-31	£553,504	£507,676	£3,767,918	5
2023-03-31	£413,512	£488,412	-	-
2022-03-31	£453,552	£555,739	-	-
2021-03-31	£365,617	£403,173	-	-

Trustees

Name	Role	Appointed
Chinedum Thaddeus Ekuma		2023-05-30
Rev Alexander Emenike Ezechukwu		2023-05-31
Rev James Noel Noonan		2023-05-31
Rev Michael McGoldrick		2023-05-30
Rev Vincent O'Hara		2023-05-31
Trustees of the Discalced Carmelites Charity		2017-10-23

Accounts

**THE COMMUNITY OF THE ORDER OF THE
DISCALCED CARMELITES, KENSINGTON**

Registered Charity Number 253645

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

HaysMac LLP
Chartered Accountants
London

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 MARCH 2025

Incorporated Trustee	The Charity of the Discalced Carmelites
Trustees	The Trustees of the Charity of the Discalced Carmelites The Reverend Alexander Ezechukwu The Reverend Thaddeus Ekuma The Reverend James Noonan The Reverend Michael McGoldrick The Reverend Vincent O'Hara
Provincial Superior	The Reverend James Noonan
Provincial Bursar	The Reverend Kelvin Ekhoegbe
Principal Office	Carmelite Priory 41 Kensington Church Street London W8 4BB
Charity Registration Number	253645
Governing Instrument	Trust Deed dated 23 August 1967
Auditors	HaysMac LLP 10 Queen Street Place London EC4R 1AG
Solicitors	Pothecary Witham Weld 70 St. George's Square London SW1V 3RD
Principal Bankers	Royal Bank of Scotland Plc London Notting Hill Gate Branch 78 Notting Hill Gate London W11 3HS
Investment Managers	CCLA Investment Management Limited Senator House, 85 Queen Victoria Street London EC4V 4ET
Investment Power	The provisions of the Trustee Act 2000 apply

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (Continued)

FOR THE YEAR ENDED 31 MARCH 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction

The Community of the Order of Discalced Carmelites, Kensington is part of an international Religious Order the Discalced Carmelite Friars which is represented in England by a number of charitable trusts. Most of these trusts, including the Community of the Order of Discalced Carmelites, Kensington, are administered by the Trustees of the Charity of the Discalced Carmelites as appointed by a Charity Commission Order dated 12 December 2001. The connected charities through which the Order carries out its charitable activities are set out in note 13 to the accounts.

Governing instrument

The Governing Instrument of the charity, a Trust Deed dated 23 August 1967 states its principal objective to be “such charitable purposes which advance the religious work for the time being carried out by or under the direction of the Society as the Trustees with approval of the Superior shall from time to time think fit”.

Governance

The Charity of the Discalced Carmelites has five trustees, the Provincial Superior and four other members. The power of appointing new Trustees rests with the Provincial Superior.

New trustees are given an introduction to the workings of the charity and are given previous sets of accounts and reports to read. Regular training is made available to all trustees. The charity's key management personnel are its trustees who are unremunerated.

OBJECTIVES AND ACTIVITIES

The Carmelite Community have responsibility for a church which is open to the public from approximately 7.00am to 7.00pm each day for church services and private prayer. The priests provide a service of spiritual support and pastoral counselling to all who come. The priests are responsible for the administration of the local parish and to visit the sick, lonely and housebound members of the parish.

The priests help in providing pastoral care in other local parishes and schools and give lectures and retreats both in London and in other parts of the country. One of the priests helps with chaplaincy work at a Care Home. The community also offers chaplaincy service at the Cromwell Hospital and Chelsea and Westminster Hospital.

Part of the property is the Priory Hall which is a meeting place for many parish activities. It is also used by a variety of other groups for religious and charitable purposes. A breakfast morning is hosted in the priory hall once a month during which many members of the local community gather and socialize while enjoying a meal, and this is seen as an important public benefit contribution. Yearly Christmas dinner is also hosted in the hall for those without families. In addition, during advent and Christmas, the priests organise an outreach to distribute warm clothing to the homeless people. There is no charge for use of the hall, but donations are accepted. The Carmelite Parish Centre, also in the property, is used on weekdays by a nursery school. The use is governed by a licence agreement.

The Charity also provides accommodation for members of the Order of Discalced Carmelites who come from abroad for the purpose of learning English or to pursue other academic courses. The Charity is also at present providing funding for the education of international Carmelite students.

A professional Choir sings and provides music in the church each Sunday. The choir was funded partly by donations from the Carmelite Church Choir Fund. From July 2015 onwards the Trustees of the Fund passed its investments over to the Community Order of Discalced Carmelites, Kensington, and the Trust itself deregistered from the Charity Commission in December 2015.

Public benefit

The Trustees confirm that they have complied with the duty in section 11 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity. The Trustees review the activities of the charity against its aims on an ongoing basis and are satisfied that all activities continue to be related to the aims which are set in such a way as to benefit society as a whole. The benefits are set out in the review of activities shown above.

**THE COMMUNITY OF THE ORDER OF
COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2025

ACHIEVEMENTS AND PERFORMANCE

The community currently has three members actively engaged in its ministry and charitable activity. It continues to support a retired member.

When a member's work involves a stipend or an ex-gratia honorarium, the money goes into the common funds of the charity; where there is a wage or salary any earnings are covenanted to the charity. The charity has a continuing commitment to support members of the Order, including some who are not resident at Kensington, many of whom continue to carry out charitable work long past the normal retirement age.

The charity, with the collaboration of a number of other people, continues to help to support a charitable project known as the "Rahab Project", to help victims of sex trafficking and prostitution.

PLANS FOR FUTURE PERIODS

The Trustees do not envisage any major changes to the charity in the near future. A Chapter was held in July 2021 which decided on the corporate structure of charities and financial position of the impact of the pandemic as well as the strategic direction of the charity.

FINANCIAL REVIEW

Donations and bequests increased from £396,514 to £738,554 this year. This is a source of income which varies significantly from year to year.

Income from investments increased from £36,363 in the previous year to £101,504 this year. There was a surplus for the year of £533,079 (2024: £45,828) but there were investment losses of £68,158 (2024: £110,595 gain) making a net surplus of £464,921 (2024: £156,423). Funds stood at £4,232,839 at the year-end consisting of £4,221,219 of unrestricted funds and £11,620 of restricted funds. Expenditure decreased from £507,676 to £411,602 in the year.

The charity's principal investment holding of COIF Income Shares were valued at £1,860,617 (£1,328,819 at 31 March 2024).

Reserves Policy

The charity's unrestricted funds at the year-end stood at £4,221,219 (2024 - £3,756,298) of which £548k is represented by fixed assets which are required for the charity's continuing activities. A fund of approximately £800k is estimated to be required to provide for the members in old age. The balance remaining of £2,873k covers approximately 38 months' normal expenditure which the trustees consider to be a reasonable but not excessive provision for the ongoing requirements of the charity. This is particularly in light of the uncertainty of income and the financial commitments of the charity as discussed above.

Both the Church and the Priory are Grade Two listed buildings. The Trustees take seriously their responsibility to care for and maintain these buildings. During the year there was a major refurbishment of the priory. The Trustees try to ensure there is sufficient funding available for maintenance of the buildings.

The charity also held restricted funds totalling £11,620 at the year end. Full details are shown in note 11 to the financial statements.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2025

Risk Review

The Trustees have considered the major risks to which the Charity is exposed. Every effort is being made to mitigate those risks. The key risks for the charity, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- The Order has an obligation, both moral and legal, to provide care for its members, none of whom has resources of his own and all of whom have devoted a significant part of their lives to the activities of the charity. Wherever possible, care is provided for frail and unwell members within the community. The incidence of such care needs is impossible to predict and the Trustees therefore believe that it is incumbent upon them to maintain reserves at an appropriate level to ensure that the charity is able to meet this obligation – see Reserves Policy above.
- Along with all other organisations who serve in the community, the Trustees recognise the absolute necessity of ensuring the protection and safety of all those the Charity serves. This means that all Fathers who are in any kind of ministry in Great Britain have had to obtain clearance from the Disclosure and Barring Service (DAB). The Trustees are committed to implementing all policies and procedures of the Catholic Safeguarding Advisory Service (CSAS).
- It is absolutely necessary to ensure that our property continue to be safe places for the Fathers and visitors to use. Attention is given to keeping our properties in good repair. General maintenance is regularly carried out. There is an on-going programme to ensure compliance with the increasing demands of Health and Safety Regulations particularly with regard to Fire Regulations. The Trustees regularly review insurance provision.
- The trustees are mindful that at some time in the medium to longer term, there may be issues in relation to succession planning for the governance of the charity. With an ageing group of Fathers, it may be necessary to consider appointing lay trustees (that is trustees who are not members of the Congregation) and/or Fathers from overseas areas where there is a greater pool of younger members. Such steps may require constitutional changes for the charity. The Trustees are in the process of exploring the issues and the options.

Investment Policy

The investment target is to achieve a certain return of both income and capital growth with no more than a moderate level of risk. The charity avoids direct investment in armaments, pornography and “anti-life” pharmaceuticals. The vast majority of the charity’s funds are invested in Common Investment Funds.

During the year the value of the investments recovered following a decline when the pandemic struck in March 2020. The charity takes the view that such investment values are volatile, although it is anticipated that over the longer term there will be increased growth in values. However this volatility emphasises the need for caution when reviewing reserve levels which incorporate their market value.

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 Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether the 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.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

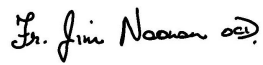
TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2025

STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity (Accounts and Reports) Regulations and with the Trust Deed dated 23 August 1967. 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 1st December 2025 and signed as authorised on their behalf by:

A handwritten signature in black ink, appearing to read 'Fr. Jim Noonan' followed by a small circular stamp or mark.

Reverend James Noonan
Trustee

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

Opinion

We have audited the financial statements of Community of the Order of Discalced Carmelites, Kensington for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 and of the charity's net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity, or returns adequate for our audit have not been received from branches not visited by us; or
- sufficient accounting records have not been kept; or
- the charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON (continued)

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with Canon law, employment law, health and safety regulations and charity law, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and payroll taxes.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to recognition of income and management bias in certain accounting estimates. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud
- Evaluating management's controls designed to prevent and detect irregularities
- Identifying and testing journals, in particular journal entries posted with unusual descriptions and those entered at the year-end; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.

HaysMac LLP
Statutory Auditors

10 Queen Street Place
London
EC4R 4AG

Date: 7th November 2025

HaysMac LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

THE COMMUNITY OF THE ORDER OF THE DISCALCED CARMELITES, KENSINGTON

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2025

		Unrestricted Funds £	Restricted Funds £	Total 2025 £	2024 £
INCOME FROM:	Notes				
Donations and legacies					
Members stipends and pensions		3,540	-	3,540	3,626
Collections, donations and bequests		738,554	-	738,554	396,514
Other trading activities					
Investments		101,504	-	101,504	36,363
Profit on sale of asset		11,300	-	11,300	-
Other		89,783	-	89,783	117,001
Total income		<u>944,681</u>	<u>-</u>	<u>944,681</u>	<u>553,504</u>
EXPENDITURE ON:					
Charitable Activities	2	<u>411,602</u>	<u>-</u>	<u>411,602</u>	<u>507,676</u>
Total expenditure		<u>411,602</u>	<u>-</u>	<u>411,602</u>	<u>507,676</u>
Net (expenditure) before gains/(losses) on investments		533,079	-	533,079	45,828
Net gains/(losses) on investments		<u>(68,158)</u>	<u>-</u>	<u>(68,158)</u>	<u>110,595</u>
Net movement in funds		<u>464,921</u>	<u>-</u>	<u>464,921</u>	<u>156,423</u>
RECONCILIATION OF FUNDS					
Fund balances brought forward 1 April 2024		3,756,298	11,620	3,767,918	3,611,495
Fund balance carried forward 31 March 2025		<u>£4,221,219</u>	<u>£11,620</u>	<u>£4,232,839</u>	<u>£3,767,918</u>

The notes on pages 11 to 18 form part of these accounts.

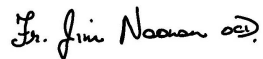
**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

BALANCE SHEET

AS AT 31 MARCH 2025

			2025		2024	
	Notes	£	£	£	£	£
FIXED ASSETS						
Tangible fixed assets	6		548,045		554,395	
Investments	7		1,870,050		1,338,208	
			<u>2,418,095</u>		<u>1,892,603</u>	
CURRENT ASSETS						
Debtors	8	1,079,566		1,071,373		
Cash at bank and in hand		2,356,159		2,755,882		
		<u>3,435,725</u>		<u>3,827,255</u>		
CREDITORS: Amounts falling due within one year	9	(1,620,981)		(1,951,940)		
NET CURRENT ASSETS			<u>1,814,744</u>		<u>1,875,315</u>	
NET ASSETS			<u><u>£4,232,839</u></u>		<u><u>£3,767,918</u></u>	
FUNDS						
Unrestricted funds:						
Designated funds- Support of older members	10	800,000		800,000		
General		3,421,219		2,956,298		
		<u>4,221,219</u>		<u>3,756,298</u>		
Restricted funds	11		11,620		11,620	
			<u><u>£4,232,839</u></u>		<u><u>£3,767,918</u></u>	

The financial statements were approved and authorised for issue by the Board of Trustees on 1st December 2025 and were signed below on its behalf by:



Reverend James Noonan
Trustee

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2025

	2025	2024
	£	£
Cash flows from operating activities:		
Net cash provided by/ (used in) operating activities (see below)	119,421	2,377,412
Cash flows from investing activities:		
Dividends and interest from investments	101,504	36,363
Investment additions	(600,000)	-
Purchase of tangible assets	(20,648)	(1,349)
Net cash provided by investment activities	(519,144)	35,014
Change in cash and cash equivalents in the year	(399,723)	2,412,426
Cash and cash equivalents at the start of the Year	2,755,882	343,456
Cash and cash equivalents at the end of the year	£2,356,159	£2,755,882

NOTES TO THE CASH FLOW STATEMENT

**RECONCILIATION OF NET INCOME TO NET CASH INFLOW
FROM OPERATING ACTIVITIES**

	2025	2024
	£	£
Net income/(expenditure) for the year (as per the Statement of Financial Activities)	464,921	156,423
Depreciation charges	26,998	67,890
(Gains)/losses on investments	68,158	(110,595)
Dividends & interest from investments	(101,504)	(36,363)
Increase/(decrease) in creditors	(330,959)	1,929,228
Decrease/(increase) in debtors	(8,193)	370,829
Net cash provided by/(used in) operating activities	£119,421	£2,377,412

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

The charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the Trustees to make significant judgements and estimates. It also requires management to exercise judgment in applying the Charity's accounting policies. The items in the accounts where these judgements and estimates have been made include:

- estimating the economic useful life of tangible fixed assets.

Assessment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above. With regard to the next accounting period, the year ending 31 March 2024, the most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the Trustees' Report for more information).

Income recognition

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance is deferred until the criteria for income recognition are met.

In accordance with the Charities SORP FRS102, volunteer time is not recognised.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES (continued)

Expenditure recognition and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on raising funds comprise fees paid in respect of fund management in relation to the charity's quoted investments.
- Expenditure on charitable activities includes the costs of running the charity's community as well as all other costs associated with furthering the charitable purposes of the charity through the provision of its charitable activities. These costs comprise charitable grants and donations, direct and support costs in respect to the support of members of the Congregation and their ministry. It also includes governance costs.

Charitable grants and donations are made where the Trustees consider there is real need following a review of the details of each particular case and comprise single year payments rather than multi-year grants. Grants and donations are included in the statement of financial activities when approved for payment. Provision is made for grants and donations approved but unpaid at the period end.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Tangible Fixed Assets

Prior to 31 March 1996 all capital expenditure was written off as incurred. In order to arrive at a reasonable valuation of parish property, taking into account age, type, condition and life expectancy, the Trustees considered that present insured values should be discounted by around 50% and in subsequent years be depreciated at 2% per annum. Subsequent acquisitions or improvements are capitalised at cost. The estimated value of furniture and equipment at 1 April 1996 was capitalised in the financial statements. Subsequent additions are capitalised at cost.

Improvements to land and buildings and purchase of other assets costing more than £2,000 are capitalised.

Depreciation is calculated by the straight line method to write off the cost/value, less anticipated residual value, over the expected useful lives of assets as follows.

Freehold buildings	50 years
Leasehold buildings	Over period of lease
Furniture and equipment	5 years
Property improvements	4 years
Computers, IT & Media	3 years

Investments

Quoted investments are stated at their fair value.

Realised and unrealised gains (or losses) are reflected in the Statement of Financial Activities in the year in which they occur. No distinction is made between realised and unrealised gains in the Statement of Financial Activities as the Trustees consider that the disclosure of total gains/losses show a truer and fairer view.

Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Designated funds – these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1. ACCOUNTING POLICIES (continued)

Financial Instruments

The charity only holds financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash and bank accounts.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. EXPENDITURE - 2025

	Staff Costs £	Depreciation £	Other £	2025 Total £	2024 Total £
Charitable activities:					
Advancement of religious work					
Church	38,506	-	61,031	99,537	169,533
Premises and equipment	-	26,998	115,804	142,802	187,061
Community expenditure	38,506	-	109,624	148,130	108,241
Charitable payments	-	-	2,502	2,502	19,339
Governance costs	-	-	18,631	18,631	23,502
	<u>£77,012</u>	<u>£26,998</u>	<u>£307,592</u>	<u>£411,602</u>	<u>£507,676</u>

All other costs are directly attributable to the activities to which they relate. Support costs - staff costs, where members of staff work on multiple activities are allocated on the basis of time spent.

EXPENDITURE - 2024

	Staff Costs £	Depreciation £	Other £	2024 Total £
Charitable activities:				
Advancement of religious work				
Church	35,614	-	133,919	169,533
Premises and equipment	-	67,890	119,171	187,061
Community expenditure	35,614	-	72,627	108,241
Charitable payments	-	-	19,339	19,339
Governance costs	-	-	23,502	23,502
	<u>£71,228</u>	<u>£67,890</u>	<u>£368,558</u>	<u>£507,676</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2025

CHARITABLE PAYMENTS		2025	2024
		£	£
Charitable payments comprise:			
ODC Carmelites – Retreat House Chester		62	6,000
Friends of Whitefriars Oxford Trust		-	3,058
Others		2,440	10,281
		<u>£2,502</u>	<u>£19,339</u>
		<u><u>£2,502</u></u>	<u><u>£19,339</u></u>
 3. GOVERNANCE COSTS		2025	2024
		£	£
These comprise:			
Auditor's remuneration – Audit 2023		-	5,135
Auditor's remuneration – Audit 2024		(2,510)	9,100
Auditor's remuneration – Audit 2025		10,010	-
- Accountancy		5,660	4,900
Legal fees		5,471	4,397
		<u>£18,631</u>	<u>£23,502</u>
		<u><u>£18,631</u></u>	<u><u>£23,502</u></u>
 4. STAFF COSTS		2025	2024
		£	£
Wages and other staff costs		73,501	65,160
Social security costs		1,493	1,802
Pension costs		2,018	4,266
		<u>£77,012</u>	<u>£71,228</u>
		<u><u>£77,012</u></u>	<u><u>£71,228</u></u>
The average number of employees in the year was:			
		No.	No.
Church and Community		<u>5</u>	<u>5</u>
		<u><u>5</u></u>	<u><u>5</u></u>

The charity's key management personnel are its trustees who are unremunerated.

5. TRANSACTIONS WITH TRUSTEES

The trustees of the Charity are also members of the Order and as such have taken vows of poverty under which they have renounced all personal rights to income and capital. The Charity provides for all the essential needs of all members of the Order to enable them to live and work together in devotion to the aims of the Order. The living costs of the trustees are therefore borne by the Charity.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2025

6. TANGIBLE FIXED ASSETS

	Property Improvement £	Freehold Land and Buildings £	Long Leasehold Land and Buildings £	Motor Vehicles £	Computers, IT & Media £	Furniture And Equipment £	Total £
Valuation/Cost							
At 1 April 2024	284,023	1,250,000	4,335	22,825	15,103	85,514	1,661,800
Additions	-	-	-	16,549	3,190	909	20,648
Disposals	-	-	-	(22,825)	-	-	(22,825)
At 31 March 2025	284,023	1,250,000	4,335	16,549	18,293	86,423	1,659,623
Depreciation							
At 1 April 2024	284,023	700,000	2,381	22,825	12,662	85,514	1,107,405
Charge for year	-	25,000	85	-	1,833	80	26,998
Disposals	-	-	-	(22,825)	-	-	(22,825)
At 31 March 2025	284,023	725,000	2,466	-	14,495	85,594	1,111,578
Net Book Value							
At 31 March 2025	£-	£525,000	£1,869	£16,549	£3,798	£829	£548,045
At 31 March 2024	£-	£550,000	£1,954	£-	£2,441	£-	£554,395

Net book value at 31 March 2025 represents Fixed Assets used for direct charitable purposes.

7. INVESTMENTS

	2025 £	2024 £
Listed investments at market (fair) value		
Balance at 1 April 2024	1,338,208	1,227,613
Additions	600,000	-
Disposals	-	-
Gains	(68,158)	110,595
Balance at 31 March 2025	£1,870,050	£1,338,208
Represented by:		
Listed on, or valued by referenced to, a UK stock exchange		
Common Investment Fund – COIF Charities Investment Fund – income shares	1,860,617	1,328,819
Equities and preference shares	9,433	9,389
	£1,870,050	£1,338,208
Investment income comprises:		
From listed investments	91,452	26,986
Bank deposit interest	10,052	9,377
	£101,504	£36,363

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2025

8. DEBTORS	2025	2024
	£	£
Amounts owed from related companies	1,046,499	1,046,499
Sundry debtors	21,620	15,967
Prepayments	11,447	8,907
	<u>£1,079,566</u>	<u>£1,071,373</u>
9. CREDITORS	2025	2024
	£	£
Trade creditors	3,323	17,791
Amounts owed to related companies	1,594,891	1,914,720
Accruals and deferred income	22,712	19,041
Other taxes and social security	55	388
	<u>£1,620,981</u>	<u>£1,951,940</u>

10. DESIGNATED FUNDS

(a) Support of older members

The trustees have designated funds to provide for the charity's commitment to provide for the retirement and care in old age and sickness of the Order's members.

(b) Analysis of movements – 2025

	1 April 2024 £	Income £	Expenditure, Gains and Transfers £	31 March 2025 £
Support of older members	800,000	-	-	800,000

Analysis of movements – 2024

	1 April 2023 £	Income £	Expenditure, Gains and Transfers £	31 March 2024 £
Support of older members	800,000	-	-	800,000

11. RESTRICTED FUNDS - 2025

	Balance at 1 April 2024 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2025 £
Priest's Training Fund	11,620	-	-	-	11,620
	<u>£11,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>£11,620</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2025

RESTRICTED FUNDS – 2024	Balance at 1 April 2023 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2024 £
Priest's Training Fund	11,620	-	-	-	11,620
	<u>£11,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>£11,620</u>

Priest's Training Fund

As part of the Growing in Faith Programme, a grant was provided in the previous year for training of priests. This amount has been carried forward for future spending.

Choir Fund

Funds were transferred from the Carmelite Church Choir Trust when that Trust deregistered from the Charity Commission. Funds are to be used to maintain and promote the Church's choir and have been spent on this in the year.

12. ALLOCATION OF NET ASSETS BETWEEN FUNDS – 2025

	Unrestricted Fund £	Restricted Fund £	2025 Total £	2024 Total £
Fixed assets	548,045	-	548,045	554,395
Investments	1,870,050	-	1,870,050	1,338,209
Current assets	3,424,105	11,620	3,435,725	3,827,254
Creditors	(1,620,981)	-	(1,620,981)	(1,951,940)
	<u>£4,221,219</u>	<u>£11,620</u>	<u>£4,232,839</u>	<u>£3,767,918</u>

ALLOCATION OF NET ASSETS BETWEEN FUNDS – 2024

	Unrestricted Fund £	Restricted Fund £	2024 Total £
Fixed assets	554,395	-	554,395
Investments	1,338,209	-	1,338,209
Current assets	3,815,634	11,620	3,827,254
Creditors	(1,951,940)	-	(1,951,940)
	<u>£3,756,298</u>	<u>£11,620</u>	<u>£3,767,918</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2025

13. CONNECTED CHARITIES

The following are connected charities:

Charity Registration No

Discalced Carmelites UK CIO	1200259
Discalced Carmelites (England)	27224
Friends of Whitefriars Oxford Trust	207738

During the year £Nil (2024: £nil) was paid to the Carmelite Provincial Fund, £Nil (2024: £nil) was paid to Friends of Whitefriars Oxford Trust. Due to the connected nature of the charity some payments are made on behalf of the other organisations for administrative purposes, and some asset balances are invested on behalf of Discalced Carmelites UK CIO. As a result of this, within amounts owed to related companies, are balances due to Discalced Carmelites UK CIO of £1,699,022 (2024: £1,914,721) and within Sundry Debtors are amounts owing from the Friends of Whitefriars Oxford Trust of £1,046,499 (2024: £1,046,499).

14. STATEMENT OF FINANCIAL ACTIVITIES – 2024

	Unrestricted Funds £	Restricted Funds £	Total 2024 £
INCOME FROM:			
Donations and legacies			
Members stipends and pensions	3,626	-	3,626
Collections, donations and bequests	396,514	-	396,514
Other trading activities			
Investments	36,363	-	36,363
Other	117,001	-	117,001
Total income	553,504	-	553,504
EXPENDITURE ON:			
Charitable Activities	507,676	-	507,676
Total expenditure	507,676	-	507,676
Net income before gains and losses on investments	45,828	-	45,828
Net losses on investments	110,595	-	110,595
Net movement in funds	156,423	-	156,423
RECONCILIATION OF FUNDS			
Fund balances brought forward 1 April 2023	3,599,875	11,620	3,611,495
Fund balance carried forward 31 March 2024	£3,756,298	£11,620	£3,767,918

Accounts

**THE COMMUNITY OF THE ORDER OF THE
DISCALCED CARMELITES, KENSINGTON**

Registered Charity Number 253645

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

HaysMac LLP
Chartered Accountants
London

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 MARCH 2024

Incorporated Trustee	The Charity of the Discalced Carmelites
Trustees	The Trustees of the Charity of the Discalced Carmelites The Reverend Felix Okolo The Reverend Alexander Ezechukwu The Reverend Thaddeus Ekuma The Reverend Anthony Parsons (resigned 31 May 2023) The Reverend James Noonan The Reverend Liam Finnerty (resigned 31 May 2023) The Reverend Michael McGoldrick (appointed 31 May 2023) The Reverend Vincent O'Hara (appointed 31 May 2023)
Provincial Superior	The Reverend James Noonan
Provincial Bursar	The Reverend Alexander Ezechukwu
Principal Office	Carmelite Priory 41 Kensington Church Street London W8 4BB
Charity Registration Number	253645
Governing Instrument	Trust Deed dated 23 August 1967
Auditors	HaysMac LLP 10 Queen Street Place London EC4R 1AG
Solicitors	Pothecary Witham Weld 70 St. George's Square London SW1V 3RD
Principal Bankers	Royal Bank of Scotland Plc London Notting Hill Gate Branch 78 Notting Hill Gate London W11 3HS
Investment Managers	CCLA Investment Management Limited Senator House, 85 Queen Victoria Street London EC4V 4ET
Investment Power	The provisions of the Trustee Act 2000 apply

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (Continued)

FOR THE YEAR ENDED 31 MARCH 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction

The Community of the Order of Discalced Carmelites, Kensington is part of an international Religious Order the Discalced Carmelite Friars which is represented in England by a number of charitable trusts. Most of these trusts, including the Community of the Order of Discalced Carmelites, Kensington, are administered by the Trustees of the Charity of the Discalced Carmelites as appointed by a Charity Commission Order dated 12 December 2001. The connected charities through which the Order carries out its charitable activities are set out in note 13 to the accounts.

Governing instrument

The Governing Instrument of the charity, a Trust Deed dated 23 August 1967 states its principal objective to be "such charitable purposes which advance the religious work for the time being carried out by or under the direction of the Society as the Trustees with approval of the Superior shall from time to time think fit".

Governance

The Charity of the Discalced Carmelites has six trustees, the Provincial Superior and five other members. The power of appointing new Trustees rests with the Provincial Superior.

New trustees are given an introduction to the workings of the charity and are given previous sets of accounts and reports to read. Regular training is made available to all trustees. The charity's key management personnel are its trustees who are unremunerated.

OBJECTIVES AND ACTIVITIES

The Carmelite Community have responsibility for a church which is open to the public from approximately 7.00am to 7.00pm each day for church services and private prayer. The priests provide a service of spiritual support and pastoral counselling to all who come. The priests are responsible for the administration of the local parish and to visit the sick, lonely and housebound members of the parish.

The priests help in providing pastoral care in other local parishes and schools and give lectures and retreats both in London and in other parts of the country. One of the priests helps with chaplaincy work at University Hospital. The community also offers chaplaincy service at the Cromwell Hospital.

Part of the property is the Carmelite Parish Centre which is a meeting place for many parish activities. It is also used by a variety of other groups for religious and charitable purposes. The use of the Centre by the San'Egidio outreach to homeless people is seen an important public benefit contribution. There is no charge for use of the Centre but donations are accepted. The Carmelite Parish Centre is also used on weekdays by a nursery school. The use is governed by a licence agreement.

The Charity also provides accommodation for members of the Order of Discalced Carmelites who come from abroad for the purpose of learning English or to pursue other academic courses. The Charity is also at present providing funding for the education of international Carmelite students.

A professional Choir sings and provides music in the church each Sunday. The choir was funded partly by donations from the Carmelite Church Choir Fund. From July 2015 onwards the Trustees of the Fund passed its investments over to the Community Order of Discalced Carmelites, Kensington, and the Trust itself deregistered from the Charity Commission in December 2015.

Public benefit

The Trustees confirm that they have complied with the duty in section 11 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity. The Trustees review the activities of the charity against its aims on an ongoing basis and are satisfied that all activities continue to be related to the aims which are set in such a way as to benefit society as a whole. The benefits are set out in the review of activities shown above.

**THE COMMUNITY OF THE ORDER OF
COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2024

ACHIEVEMENTS AND PERFORMANCE

The community currently has three members actively engaged in its ministry and charitable activity. It continues to support a retired member.

When a member's work involves a stipend or an ex-gratia honorarium, the money goes into the common funds of the charity; where there is a wage or salary any earnings are covenanted to the charity. The charity has a continuing commitment to support members of the Order, including some who are not resident at Kensington, many of whom continue to carry out charitable work long past the normal retirement age.

The charity, with the collaboration of a number of other people, continues to help to support a charitable project known as the "Rahab Project", to help victims of sex trafficking and prostitution.

PLANS FOR FUTURE PERIODS

The Trustees do not envisage any major changes to the charity in the near future. A Chapter was held in July 2021 which decided on the corporate structure of charities and financial position of the impact of the pandemic as well as the strategic direction of the charity.

FINANCIAL REVIEW

Donations and bequests increased from £293,419 to £396,514 this year. This is a source of income which varies significantly from year to year.

Income from investments decreased from £50,078 in the previous year to £36,363 this year. There was a surplus for the year of £45,828 (2023: £74,900 deficit) but there were investment gains of £110,595 (2023: £85,828 loss) making a net surplus of £156,423 (2023 : £160,728 deficit). Funds stood at £3,767,918 at the year-end consisting of £3,756,298 of unrestricted funds and £11,620 of restricted funds. Expenditure increased from £488,412 to £507,676 in the year.

The charity's principal investment holding of COIF Income Shares were valued at £1,328,818 (£1,218,677 at 31 March 2023).

Reserves Policy

The charity's unrestricted funds at the year-end stood at £3,756,298 (2023 - £3,599,875) of which £554k is represented by fixed assets which are required for the charity's continuing activities. A fund of approximately £800k is estimated to be required to provide for the members in old age. The balance remaining of £2,402k covers approximately 38 months normal expenditure which the trustees consider to be a reasonable but not excessive provision for the ongoing requirements of the charity. This is particularly in light of the uncertainty of income and the financial commitments of the charity as discussed above.

Both the Church and the Priory are Grade Two listed buildings. The Trustees take seriously their responsibility to care for and maintain these buildings. During the year there was a major refurbishment of the priory. The Trustees try to ensure there is sufficient funding available for maintenance of the buildings.

The charity also held restricted funds totalling £11,620 at the year end. Full details are shown in note 11 to the financial statements.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2024

Risk Review

The Trustees have considered the major risks to which the Charity is exposed. Every effort is being made to mitigate those risks. The key risks for the charity, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- The Order has an obligation, both moral and legal, to provide care for its members, none of whom has resources of his own and all of whom have devoted a significant part of their lives to the activities of the charity. Wherever possible, care is provided for frail and unwell members within the community. The incidence of such care needs is impossible to predict and the Trustees therefore believe that it is incumbent upon them to maintain reserves at an appropriate level to ensure that the charity is able to meet this obligation – see Reserves Policy above.
- Along with all other organisations who serve in the community, the Trustees recognise the absolute necessity of ensuring the protection and safety of all those the Charity serves. This means that all Fathers who are in any kind of ministry in Great Britain have had to obtain clearance from the Disclosure and Barring Service (DAB). The Trustees are committed to implementing all policies and procedures of the Catholic Safeguarding Advisory Service (CSAS).
- It is absolutely necessary to ensure that our property continue to be safe places for the Fathers and visitors to use. Attention is given to keeping our properties in good repair. General maintenance is regularly carried out. There is an on-going programme to ensure compliance with the increasing demands of Health and Safety Regulations particularly with regard to Fire Regulations. The Trustees regularly review insurance provision.
- The trustees are mindful that at some time in the medium to longer term, there may be issues in relation to succession planning for the governance of the charity. With an ageing group of Fathers, it may be necessary to consider appointing lay trustees (that is trustees who are not members of the Congregation) and/or Fathers from overseas areas where there is a greater pool of younger members. Such steps may require constitutional changes for the charity. The Trustees are in the process of exploring the issues and the options.

Investment Policy

The investment target is to achieve a certain return of both income and capital growth with no more than a moderate level of risk. The charity avoids direct investment in armaments, pornography and “anti-life” pharmaceuticals. The vast majority of the charity’s funds are invested in Common Investment Funds.

During the year the value of the investments recovered following a decline when the pandemic struck in March 2020. The charity takes the view that such investment values are volatile, although it is anticipated that over the longer term there will be increased growth in values. However this volatility emphasises the need for caution when reviewing reserve levels which incorporate their market value.

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 Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether the 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.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

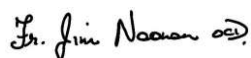
FOR THE YEAR ENDED 31 MARCH 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity (Accounts and Reports) Regulations and with the Trust Deed dated 23 August 1967. 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.

On 18 November 2024 the company's auditor changed its name from haysmacintyre LLP to HaysMac LLP.

Approved by the Trustees on 20th January 2025 and signed as authorised on their behalf by:



Reverend James Noonan
Trustee

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

Opinion

We have audited the financial statements of Community of the Order of Discalced Carmelites, Kensington for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2024 and of the charity's net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity, or returns adequate for our audit have not been received from branches not visited by us; or
- sufficient accounting records have not been kept; or
- the charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON (continued)

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with Canon law, employment law, health and safety regulations and charity law, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and payroll taxes.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to recognition of income and management bias in certain accounting estimates. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud
- Evaluating management's controls designed to prevent and detect irregularities
- Identifying and testing journals, in particular journal entries posted with unusual descriptions and those entered at the year-end; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.

HaysMac LLP

HaysMac LLP
Statutory Auditors

10 Queen Street Place
London
EC4R 4AG

Date: 29 January 2025

HaysMac LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

THE COMMUNITY OF THE ORDER OF THE DISCALCED CARMELITES, KENSINGTON

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2024

		Unrestricted Funds £	Restricted Funds £	Total 2024 £	2023 £
INCOME FROM:	Notes				
Donations and legacies					
Members stipends and pensions		3,626	-	3,626	1,564
Collections, donations and bequests		396,514	-	396,514	293,419
Other trading activities					
Investments		36,363	-	36,363	50,078
Other		117,001	-	117,001	68,451
Total income		<u>553,504</u>	<u>-</u>	<u>553,504</u>	<u>413,512</u>
EXPENDITURE ON:					
Charitable Activities	2	<u>507,676</u>	<u>-</u>	<u>507,676</u>	<u>488,412</u>
Total expenditure		<u>507,676</u>	<u>-</u>	<u>507,676</u>	<u>488,412</u>
Net (expenditure) before gains/(losses) on investments		45,828	-	45,828	(74,900)
Net gains/(losses) on investments		<u>110,595</u>	<u>-</u>	<u>110,595</u>	<u>(85,828)</u>
Net movement in funds		<u>156,423</u>	<u>-</u>	<u>156,423</u>	<u>(160,728)</u>
RECONCILIATION OF FUNDS					
Fund balances brought forward 1 April 2023		<u>3,599,875</u>	<u>11,620</u>	<u>3,611,495</u>	<u>3,772,223</u>
Fund balance carried forward 31 March 2024		<u><u>£3,756,298</u></u>	<u><u>£11,620</u></u>	<u><u>£3,767,918</u></u>	<u><u>£3,611,495</u></u>

The notes on pages 11 to 18 form part of these accounts.

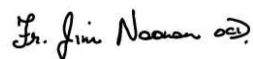
**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

BALANCE SHEET

AS AT 31 MARCH 2024

			2024		2023
	Notes	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	6		554,395		620,936
Investments	7		1,338,208		1,227,613
			<u>1,892,603</u>		<u>1,848,549</u>
CURRENT ASSETS					
Debtors	8	1,071,373		1,442,202	
Cash at bank and in hand		2,755,882		343,456	
		<u>3,827,255</u>		<u>1,785,658</u>	
CREDITORS: Amounts falling due within one year	9	(1,951,940)		(22,712)	
NET CURRENT ASSETS			<u>1,875,315</u>		<u>1,762,946</u>
NET ASSETS			<u><u>£3,767,918</u></u>		<u><u>£3,611,495</u></u>
FUNDS					
Unrestricted funds:					
Designated funds- Support of older members	10	800,000		800,000	
General		<u>2,956,298</u>		<u>2,799,875</u>	
			3,756,298		3,599,875
Restricted funds	11		<u>11,620</u>		<u>11,620</u>
			<u><u>£3,767,918</u></u>		<u><u>£3,611,495</u></u>

The financial statements were approved and authorised for issue by the Board of Trustees on 20th January 2025 and were signed below on its behalf by:



Reverend James Noonan
Trustee

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2024

	2024	2023
	£	£
Cash flows from operating activities:		
Net cash provided by/ (used in) operating activities (see below)	2,377,412	(1,081,880)
Cash flows from investing activities:		
Dividends and interest from investments	36,363	48,978
Investment disposal	-	950,000
Purchase of tangible assets	(1,349)	-
Net cash provided by investment activities	35,014	998,978
Change in cash and cash equivalents in the year	2,412,426	(82,902)
Cash and cash equivalents at the start of the Year	343,456	426,358
Cash and cash equivalents at the end of the year	£2,755,882	£343,456

NOTES TO THE CASH FLOW STATEMENT

RECONCILIATION OF NET INCOME TO NET CASH INFLOW FROM OPERATING ACTIVITIES	2024 £	2023 £
Net income/(expenditure) for the year (as per the Statement of Financial Activities)	156,423	(160,728)
Depreciation charges	67,890	104,367
(Gains)/losses on investments	(110,595)	85,828
Dividends & interest from investments	(36,363)	(48,978)
Increase/(decrease) in creditors	1,929,228	(15,353)
Decrease/(increase) in debtors	370,829	(1,047,016)
Net cash provided by/(used in) operating activities	£2,377,412	£(1,081,880)

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

The charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the Trustees to make significant judgements and estimates. It also requires management to exercise judgment in applying the Charity's accounting policies. The items in the accounts where these judgements and estimates have been made include:

- estimating the economic useful life of tangible fixed assets.

Assessment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above. With regard to the next accounting period, the year ending 31 March 2024, the most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the Trustees' Report for more information).

Income recognition

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance is deferred until the criteria for income recognition are met.

In accordance with the Charities SORP FRS102, volunteer time is not recognised.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES (continued)

Expenditure recognition and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on raising funds comprise fees paid in respect of fund management in relation to the charity's quoted investments.
- Expenditure on charitable activities includes the costs of running the charity's community as well as all other costs associated with furthering the charitable purposes of the charity through the provision of its charitable activities. These costs comprise charitable grants and donations, direct and support costs in respect to the support of members of the Congregation and their ministry. It also includes governance costs.

Charitable grants and donations are made where the Trustees consider there is real need following a review of the details of each particular case and comprise single year payments rather than multi-year grants. Grants and donations are included in the statement of financial activities when approved for payment. Provision is made for grants and donations approved but unpaid at the period end.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Tangible Fixed Assets

Prior to 31 March 1996 all capital expenditure was written off as incurred. In order to arrive at a reasonable valuation of parish property, taking into account age, type, condition and life expectancy, the Trustees considered that present insured values should be discounted by around 50% and in subsequent years be depreciated at 2% per annum. Subsequent acquisitions or improvements are capitalised at cost. The estimated value of furniture and equipment at 1 April 1996 has been capitalised in the financial statements. Subsequent additions are capitalised at cost.

Improvements to land and buildings and purchase of other assets costing more than £2,000 are capitalised.

Depreciation is calculated by the straight line method to write off the cost/value, less anticipated residual value, over the expected useful lives of assets as follows.

Freehold buildings	50 years
Leasehold buildings	Over period of lease
Furniture and equipment	5 years
Property improvements	4 years
Computers, IT & Media	3 years

Investments

Quoted investments are stated at their fair value.

Realised and unrealised gains (or losses) are reflected in the Statement of Financial Activities in the year in which they occur. No distinction is made between realised and unrealised gains in the Statement of Financial Activities as the Trustees consider that the disclosure of total gains/losses show a truer and fairer view.

Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Designated funds – these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

1. ACCOUNTING POLICIES (continued)

Financial Instruments

The charity only holds financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash and bank accounts.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. EXPENDITURE - 2024

	Staff Costs £	Depreciation £	Other £	2024 Total £	2023 Total £
Charitable activities:					
Advancement of religious work					
Church	35,614	-	133,919	169,533	127,214
Premises and equipment	-	67,890	119,171	187,061	225,421
Community expenditure	35,614	-	72,627	108,241	98,936
Charitable payments	-	-	19,339	19,339	21,246
Governance costs	-	-	23,502	23,502	15,595
	<u>£71,228</u>	<u>£67,890</u>	<u>£368,558</u>	<u>£507,676</u>	<u>£488,412</u>

All other costs are directly attributable to the activities to which they relate. Support costs - staff costs, where members of staff work on multiple activities are allocated on the basis of time spent.

EXPENDITURE - 2023

	Staff Costs £	Depreciation £	Other £	2022 Total £
Charitable activities:				
Advancement of religious work				
Church	43,098	-	84,116	127,214
Premises and equipment	-	104,367	121,054	225,421
Community expenditure	43,098	-	55,838	98,936
Charitable payments	-	-	21,246	21,246
Governance costs	-	-	15,595	15,595
	<u>£86,196</u>	<u>£104,367</u>	<u>£297,849</u>	<u>£488,412</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2024

CHARITABLE PAYMENTS		2024	2023
		£	£
Charitable payments comprise:			
ODC Carmelites – Retreat House Chester		6,000	9,650
Friends of Whitefriars Oxford Trust		3,058	-
Others		10,281	11,596
		<u>£19,339</u>	<u>£21,246</u>
3. GOVERNANCE COSTS		2024	2023
		£	£
These comprise:			
Auditors remuneration – Audit 2021		-	260
Auditors remuneration – Audit 2022		-	2,560
Auditors remuneration – Audit 2023		5,135	7,935
Auditors remuneration – Audit 2024		9,100	-
- Accountancy		4,900	4,840
Legal fees		4,367	-
		<u>£23,502</u>	<u>£15,595</u>
4. STAFF COSTS		2024	2023
		£	£
Wages and other staff costs		65,160	78,456
Social security costs		1,802	5,604
Pension costs		4,266	2,136
		<u>£71,228</u>	<u>£86,196</u>
The average number of employees in the year was:		No.	No.
Church and Community		<u>5</u>	<u>5</u>

No member of staff received remuneration in excess of £60,000 (2023 – the same).
The charity's key management personnel are its trustees who are unremunerated.

5. TRANSACTIONS WITH TRUSTEES

The trustees of the Charity are also members of the Order and as such have taken vows of poverty under which they have renounced all personal rights to income and capital. The Charity provides for all the essential needs of all members of the Order to enable them to live and work together in devotion to the aims of the Order. The living costs of the trustees are therefore borne by the Charity.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2024

6. TANGIBLE FIXED ASSETS

	Property Improvement £	Freehold Land and Buildings £	Long Leasehold Land and Buildings £	Motor Vehicles £	Computers, IT & Media £	Furniture And Equipment £	Total £
Valuation/Cost							
At 1 April 2023	284,023	1,250,000	4,335	22,825	13,754	85,514	1,660,451
Additions	-	-	-	-	1,349	-	1,349
At 31 March 2024	284,023	1,250,000	4,335	22,825	15,103	85,514	1,661,800
Depreciation							
At 1 April 2023	247,575	675,000	2,296	21,154	7,976	85,514	1,039,515
Charge for year	36,448	25,000	85	1,671	4,686	-	67,890
At 31 March 2023	284,023	700,000	2,381	22,825	12,662	85,514	1,107,405
Net Book Value							
At 31 March 2024	£-	£550,000	£1,954	£-	£2,441	£-	£554,395
At 31 March 2023	£36,448	£575,000	£2,039	£-	£5,778	£-	£620,936

Net book value at 31 March 2024 represents Fixed Assets used for direct charitable purposes.

7. INVESTMENTS

	2024 £	2023 £
Listed investments at market (fair) value		
Balance at 1 April 2023	1,227,613	2,263,441
Additions	-	-
Disposals	-	(950,000)
Gains	110,595	(85,828)
Balance at 31 March 2024	£1,338,208	£1,227,613
Represented by:		
Listed on, or valued by referenced to, a UK stock exchange		
Common Investment Fund – COIF Charities Investment Fund – income shares	1,328,819	1,218,677
Equities and preference shares	9,389	8,936
	£1,338,208	£1,227,613
Investment income comprises:		
From listed investments	26,986	48,767
Bank deposit interest	3,685	211
	£30,671	£48,978

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2024

8. DEBTORS	2024	2023
	£	£
Amounts owed to related companies	1,046,499	1,436,628
Sundry debtors	15,967	-
Prepayments	8,907	5,574
	<u>£1,071,373</u>	<u>£1,442,202</u>

9. CREDITORS	2024	2023
	£	£
Trade creditors	17,791	1,924
Amounts owed to related companies	1,914,720	-
Accruals and deferred income	19,041	18,620
Other taxes and social security	388	1,868
	<u>£1,951,940</u>	<u>£22,712</u>

10. DESIGNATED FUNDS

(a) Support of older members

The trustees have designated funds to provide for the charity's commitment to provide for the retirement and care in old age and sickness of the Order's members.

(b) Analysis of movements – 2024

	1 April 2023 £	Income £	Expenditure, Gains and Transfers £	31 March 2024 £
Support of older members	800,000	-	-	800,000

Analysis of movements – 2023

	1 April 2022 £	Income £	Expenditure, Gains and Transfers £	31 March 2023 £
Support of older members	800,000	-	-	800,000

11. RESTRICTED FUNDS - 2024

	Balance at 1 April 2023 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2024 £
Priest's Training Fund	11,620	-	-	-	11,620
	<u>£11,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>£11,620</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2024

RESTRICTED FUNDS – 2023	Balance at 1 April 2022 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2023 £
Priest's Training Fund	11,620	-	-	-	11,620
	<u>£11,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>£11,620</u>

Priest's Training Fund

As part of the Growing in Faith Programme, a grant was provided in the previous year for training of priests. This amount has been carried forward for future spending.

Choir Fund

Funds were transferred from the Carmelite Church Choir Trust when that Trust deregistered from the Charity Commission. Funds are to be used to maintain and promote the Church's choir and have been spent on this in the year.

12. ALLOCATION OF NET ASSETS BETWEEN FUNDS – 2024

	Unrestricted Fund £	Restricted Fund £	2024 Total £	2023 Total £
Fixed assets	554,395	-	554,395	620,936
Investments	1,338,209		1,338,209	1,227,613
Current assets	3,815,634	11,620	3,827,254	1,785,658
Creditors	(1,951,940)	-	(1,951,940)	(22,712)
	<u>£3,756,298</u>	<u>£11,620</u>	<u>£3,767,918</u>	<u>£3,611,495</u>

ALLOCATION OF NET ASSETS BETWEEN FUNDS – 2023

	Unrestricted Fund £	Restricted Fund £	2023 Total £
Fixed assets	620,936	-	620,936
Investments	1,227,613		1,227,613
Current assets	1,774,038	11,620	1,785,658
Creditors	(22,712)	-	(22,712)
	<u>£3,599,875</u>	<u>£11,620</u>	<u>£3,611,495</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2024

13. CONNECTED CHARITIES

The following are connected charities:

Charity Registration No

Discalced Carmelites UK CIO	284525
Discalced Carmelites (England)	27224
Friends of Whitefriars Oxford Trust	207738
St Joseph's Roman Catholic Church and Priory Gerrards Cross	249602

During the year £Nil (2023: £nil) was paid to the Carmelite Provincial Fund, £Nil (2023: £nil) was paid to Friends of Whitefriars Oxford Trust.

Within amounts owed to related companies, are balances due to Discalced Carmelites of £1,914,720 (2023: £nil) and within Sundry Debtors are amounts owing from the Friends of Whitefriars Oxford Trust of £1,046,499 (2023: the same) and nil (2023 £390,129) from the Carmelite Provincial Fund.

14. STATEMENT OF FINANCIAL ACTIVITIES – 2023

	Unrestricted Funds £	Restricted Funds £	Total 2023 £
INCOME FROM:			
Donations and legacies			
Members stipends and pensions	1,564	-	1,564
Collections, donations and bequests	293,419	-	293,419
Other trading activities			
Investments	50,078	-	50,078
Other	68,451	-	68,451
Total income	413,512	-	413,512
EXPENDITURE ON:			
Charitable Activities	487,049	1,363	488,412
Total expenditure	487,049	1,363	488,412
Net income before gains and losses on investments	(73,537)	(1,363)	(74,900)
Net losses on investments	(85,828)	-	(85,828)
Net movement in funds	(159,365)	(1,363)	(160,728)
RECONCILIATION OF FUNDS			
Fund balances brought forward 1 April 2022	3,759,240	12,983	3,772,223
Fund balance carried forward 31 March 2023	£3,599,875	£11,620	£3,611,495

Accounts

**THE COMMUNITY OF THE ORDER OF THE
DISCALCED CARMELITES, KENSINGTON**

Registered Charity Number 253645

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

Haysmacintyre LLP
Chartered Accountants
London

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 MARCH 2023

Incorporated Trustee	The Charity of the Discalced Carmelites
Trustees	The Trustees of the Charity of the Discalced Carmelites The Reverend Felix Okolo The Reverend Alexander Ezechukwu The Reverend Thaddeus Ekuma The Reverend Anthony Parsons The Reverend John Grennan The Reverend James Noonan The Reverend Liam Finnerty
Provincial Superior	The Reverend John Grennan
Provincial Bursar	The Reverend Alexander Ezechukwu
Principal Office	Carmelite Priory 41 Kensington Church Street London W8 4BB
Charity Registration Number	253645
Governing Instrument	Trust Deed dated 23 August 1967
Auditors	Haysmacintyre LLP 10 Queen Street Place London EC4R 1AG
Solicitors	Pothecary Witham Weld 70 St. George's Square London SW1V 3RD
Principal Bankers	Royal Bank of Scotland Plc London Notting Hill Gate Branch 78 Notting Hill Gate London W11 3HS
Investment Managers	CCLA Investment Management Limited Senator House, 85 Queen Victoria Street London EC4V 4ET
Investment Power	The provisions of the Trustee Act 2000 apply

THE COMMUNITY OF THE ORDER OF THE DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (Continued)

FOR THE YEAR ENDED 31 MARCH 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction

The Community of the Order of Discalced Carmelites, Kensington is part of an international Religious Order the Discalced Carmelite Friars which is represented in England by a number of charitable trusts. Most of these trusts, including the Community of the Order of Discalced Carmelites, Kensington, are administered by the Trustees of the Charity of the Discalced Carmelites as appointed by a Charity Commission Order dated 12 December 2001. The connected charities through which the Order carries out its charitable activities are set out in note 13 to the accounts.

Governing instrument

The Governing Instrument of the charity, a Trust Deed dated 23 August 1967 states its principal objective to be "such charitable purposes which advance the religious work for the time being carried out by or under the direction of the Society as the Trustees with approval of the Superior shall from time to time think fit".

Governance

The Charity of the Discalced Carmelites has six trustees, the Provincial Superior and five other members. The power of appointing new Trustees rests with the Provincial Superior.

New trustees are given an introduction to the workings of the charity and are given previous sets of accounts and reports to read. Regular training is made available to all trustees. The charity's key management personnel are its trustees who are unremunerated.

OBJECTIVES AND ACTIVITIES

The Carmelite Community have responsibility for a church which is open to the public from approximately 7.00am to 7.00pm each day for church services and private prayer. The priests provide a service of spiritual support and pastoral counselling to all who come. The priests are responsible for the administration of the local parish and to visit the sick, lonely and housebound members of the parish.

The priests help in providing pastoral care in other local parishes and schools and give lectures and retreats both in London and in other parts of the country. One of the priests helps with chaplaincy work at University Hospital. The community also offers chaplaincy service at the Cromwell Hospital.

Part of the property is the Carmelite Parish Centre which is a meeting place for many parish activities. It is also used by a variety of other groups for religious and charitable purposes. The use of the Centre by the San'Egidio outreach to homeless people is seen an important public benefit contribution. There is no charge for use of the Centre but donations are accepted. The Carmelite Parish Centre is also used on weekdays by a nursery school. The use is governed by a licence agreement.

The Charity also provides accommodation for members of the Order of Discalced Carmelites who come from abroad for the purpose of learning English or to pursue other academic courses. The Charity is also at present providing funding for the education of international Carmelite students.

A professional Choir sings and provides music in the church each Sunday. The choir was funded partly by donations from the Carmelite Church Choir Fund. From July 2015 onwards the Trustees of the Fund passed its investments over to the Community Order of Discalced Carmelites, Kensington, and the Trust itself deregistered from the Charity Commission in December 2015.

Public benefit

The Trustees confirm that they have complied with the duty in section 11 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity. The Trustees review the activities of the charity against its aims on an ongoing basis and are satisfied that all activities continue to be related to the aims which are set in such a way as to benefit society as a whole. The benefits are set out in the review of activities shown above.

**THE COMMUNITY OF THE ORDER OF
COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2023

ACHIEVEMENTS AND PERFORMANCE

The community currently has three members actively engaged in its ministry and charitable activity. It continues to support a retired member.

When a member's work involves a stipend or an ex-gratia honorarium, the money goes into the common funds of the charity; where there is a wage or salary any earnings are covenanted to the charity. The charity has a continuing commitment to support members of the Order, including some who are not resident at Kensington, many of whom continue to carry out charitable work long past the normal retirement age.

The charity, with the collaboration of a number of other people, continues to help to support a charitable project known as the "Rahab Project", to help victims of sex trafficking and prostitution.

PLANS FOR FUTURE PERIODS

The Trustees do not envisage any major changes to the charity in the near future. A Chapter was held in July 2021 which decided on the corporate structure of charities and financial position of the impact of the pandemic as well as the strategic direction of the charity.

FINANCIAL REVIEW

Donations and bequests decreased from £336,794 to £293,419 this year. This is a source of income which varies significantly from year to year. Restricted funds consist of the balance of the Choir Fund and a Fund to cover Priest's training which is still to be spent.

Income from investments decreased from £53,784 in the previous year to £50,078 this year. There was a deficit for the year of £74,900 (2022: (£102,187) but there were investment loss of £85,828 (2022: £181,741 gain) making a net loss of £160,728 (2022 : £376,008 gain). Funds stood at £3,611,495 at the year-end consisting of £3,599,875 of unrestricted funds and £11,620 of restricted funds. Expenditure decreased from £555,739 to £488,412 in the year.

The charity's principal investment holding of COIF Income Shares were valued at £1,218,677 (£2,255,410 at 31 March 2022).

Reserves Policy

The charity's unrestricted funds at the year-end stood at £3,599,875 (2022 - £3,759,240) of which £621k is represented by fixed assets which are required for the charity's continuing activities. A fund of approximately £800k is estimated to be required to provide for the members in old age. The balance remaining of £2,179k covers approximately 38 months normal expenditure which the trustees consider to be a reasonable but not excessive provision for the ongoing requirements of the charity. This is particularly in light of the uncertainty of income and the financial commitments of the charity as discussed above.

Both the Church and the Priory are Grade Two listed buildings. The Trustees take seriously their responsibility to care for and maintain these buildings. During the year there was a major refurbishment of the priory. The Trustees try to ensure there is sufficient funding available for maintenance of the buildings.

The charity also held restricted funds totalling £11,620 at the year end. Full details are shown in note 12 to the financial statements.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2023

Risk Review

The Trustees have considered the major risks to which the Charity is exposed. Every effort is being made to mitigate those risks. The key risks for the charity, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- The Order has an obligation, both moral and legal, to provide care for its members, none of whom has resources of his own and all of whom have devoted a significant part of their lives to the activities of the charity. Wherever possible, care is provided for frail and unwell members within the community. The incidence of such care needs is impossible to predict and the Trustees therefore believe that it is incumbent upon them to maintain reserves at an appropriate level to ensure that the charity is able to meet this obligation – see Reserves Policy above.
- Along with all other organisations who serve in the community, the Trustees recognise the absolute necessity of ensuring the protection and safety of all those the Charity serves. This means that all Fathers who are in any kind of ministry in Great Britain have had to obtain clearance from the Disclosure and Barring Service (DAB). The Trustees are committed to implementing all policies and procedures of the Catholic Safeguarding Advisory Service (CSAS).
- It is absolutely necessary to ensure that our property continue to be safe places for the Fathers and visitors to use. Attention is given to keeping our properties in good repair. General maintenance is regularly carried out. There is an on-going programme to ensure compliance with the increasing demands of Health and Safety Regulations particularly with regard to Fire Regulations. The Trustees regularly review insurance provision.
- The trustees are mindful that at some time in the medium to longer term, there may be issues in relation to succession planning for the governance of the charity. With an ageing group of Fathers, it may be necessary to consider appointing lay trustees (that is trustees who are not members of the Congregation) and/or Fathers from overseas areas where there is a greater pool of younger members. Such steps may require constitutional changes for the charity. The Trustees are in the process of exploring the issues and the options.

Investment Policy

The investment target is to achieve a certain return of both income and capital growth with no more than a moderate level of risk. The charity avoids direct investment in armaments, pornography and “anti-life” pharmaceuticals. The vast majority of the charity’s funds are invested in Common Investment Funds.

During the year the value of the investments recovered following a decline when the pandemic struck in March 2020. The charity takes the view that such investment values are volatile, although it is anticipated that over the longer term there will be increased growth in values. However this volatility emphasises the need for caution when reviewing reserve levels which incorporate their market value.

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 Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether the 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.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity (Accounts and Reports) Regulations and with the Trust Deed dated 23 August 1967. 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

and signed as authorised on their behalf by:

Reverend John Grennan
Trustee

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

Opinion

We have audited the financial statements of Community of the Order of Discalced Carmelites, Kensington for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of the charity's net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity, or returns adequate for our audit have not been received from branches not visited by us; or
- sufficient accounting records have not been kept; or
- the charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON (continued)

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with Canon law, employment law, health and safety regulations and charity law, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and payroll taxes.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to recognition of income and management bias in certain accounting estimates. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud
- Evaluating management's controls designed to prevent and detect irregularities
- Identifying and testing journals, in particular journal entries posted with unusual descriptions and those entered at the year-end; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP
Statutory Auditors

10 Queen Street Place
London
EC4R 4AG

Date:

Haysmacintyre LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

THE COMMUNITY OF THE ORDER OF THE DISCALCED CARMELITES, KENSINGTON

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted Funds £	Restricted Funds £	Total 2023 £	2022 £
INCOME FROM:	Notes				
Donations and legacies					
Members stipends and pensions		1,564	-	1,564	20,954
Collections, donations and bequests		293,419	-	293,419	336,794
Other trading activities					
Investments		50,078	-	50,078	53,784
Other		68,451	-	68,451	42,020
					
Total income		<u>413,512</u>	<u>-</u>	<u>413,512</u>	<u>453,522</u>
EXPENDITURE ON:					
Charitable Activities	2	<u>487,049</u>	<u>1,363</u>	<u>488,412</u>	<u>555,739</u>
Total expenditure		<u>487,049</u>	<u>1,363</u>	<u>488,412</u>	<u>555,739</u>
Net (expenditure) before gains/(losses) on investments		(73,537)	(1,363)	(74,900)	(102,187)
Net gains/(losses) on investments		<u>(85,828)</u>	<u>-</u>	<u>(85,828)</u>	<u>181,741</u>
Net movement in funds		<u>(159,365)</u>	<u>(1,363)</u>	<u>(160,728)</u>	<u>79,554</u>
RECONCILIATION OF FUNDS					
Fund balances brought forward 1 April 2022		<u>3,759,240</u>	<u>12,983</u>	<u>3,772,223</u>	<u>3,692,669</u>
Fund balance carried forward 31 March 2023		<u>£3,599,875</u>	<u>£11,620</u>	<u>£3,611,495</u>	<u>£3,772,223</u>

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

BALANCE SHEET

AS AT 31 MARCH 2023

			2023		2022	
	Notes	£	£	£	£	
FIXED ASSETS						
Tangible fixed assets	6		620,936		725,303	
Investments	7		1,227,613		2,263,441	
			<u>1,848,549</u>		<u>2,988,744</u>	
CURRENT ASSETS						
Debtors	8	1,442,202		395,186		
Cash at bank and in hand		343,456		426,358		
		<u>1,785,658</u>		<u>821,544</u>		
CREDITORS: Amounts falling due within one year	9	(22,712)		(38,065)		
NET CURRENT ASSETS			<u>1,762,946</u>		<u>783,479</u>	
NET ASSETS			<u><u>£3,611,495</u></u>		<u><u>£3,772,223</u></u>	
FUNDS						
Unrestricted funds:						
Designated funds- Support of older members	10	800,000		800,000		
General		<u>2,799,875</u>		<u>2,959,240</u>		
			3,599,875		3,759,240	
Restricted funds	11		<u>11,620</u>		<u>12,983</u>	
			<u><u>£3,611,495</u></u>		<u><u>£3,772,223</u></u>	

The financial statements were approved and authorised for issue by the Board of Trustees on
signed below on its behalf by:

and were

Reverend John Grennan
Trustee

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	2023	2022
	£	£
Cash flows from operating activities:		
Net cash provided by/ (used in) operating activities (see below)	(1,081,880)	(56,122)
Cash flows from investing activities:		
Dividends and interest from investments	48,978	53,784
Investment disposal	950,000	
Purchase of tangible assets	-	(28,786)
Net cash provided by / (used in) investment activities	998,978	24,998
Change in cash and cash equivalents in the year	(82,902)	(31,124)
Cash and cash equivalents at the start of the Year	426,358	457,482
Cash and cash equivalents at the end of the year	£343,456	£426,358

NOTES TO THE CASH FLOW STATEMENT

**RECONCILIATION OF NET INCOME TO NET CASH INFLOW
FROM OPERATING ACTIVITIES**

	2023	2022
	£	£
Net income for the year (as per the Statement of Financial Activities)	(160,728)	79,554
Depreciation charges	104,367	97,501
(Gains) on investments	85,828	(181,741)
Dividends & interest from investments	(48,978)	(53,784)
(Decrease)/increase in creditors	(15,353)	2,762
(Increase) in debtors	(1,047,016)	(414)
Net cash provided by/(used in) operating activities	£(1,081,880)	£(56,122)

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

The charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the Trustees to make significant judgements and estimates. It also requires management to exercise judgment in applying the Charity's accounting policies. The items in the accounts where these judgements and estimates have been made include:

- estimating the economic useful life of tangible fixed assets.

Assessment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above. With regard to the next accounting period, the year ending 31 March 2024, the most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the Trustees' Report for more information).

Income recognition

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance is deferred until the criteria for income recognition are met.

In accordance with the Charities SORP FRS102, volunteer time is not recognised.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES (continued)

Expenditure recognition and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on raising funds comprise fees paid in respect of fund management in relation to the charity's quoted investments.
- Expenditure on charitable activities includes the costs of running the charity's community as well as all other costs associated with furthering the charitable purposes of the charity through the provision of its charitable activities. These costs comprise charitable grants and donations, direct and support costs in respect to the support of members of the Congregation and their ministry. It also includes governance costs.

Charitable grants and donations are made where the Trustees consider there is real need following a review of the details of each particular case and comprise single year payments rather than multi-year grants. Grants and donations are included in the statement of financial activities when approved for payment. Provision is made for grants and donations approved but unpaid at the period end.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Tangible Fixed Assets

Prior to 31 March 1996 all capital expenditure was written off as incurred. In order to arrive at a reasonable valuation of parish property, taking into account age, type, condition and life expectancy, the Trustees considered that present insured values should be discounted by around 50% and in subsequent years be depreciated at 2% per annum. Subsequent acquisitions or improvements are capitalised at cost. The estimated value of furniture and equipment at 1 April 1996 has been capitalised in the financial statements. Subsequent additions are capitalised at cost.

Improvements to land and buildings and purchase of other assets costing more than £2,000 are capitalised.

Depreciation is calculated by the straight line method to write off the cost/value, less anticipated residual value, over the expected useful lives of assets as follows.

Freehold buildings	50 years
Leasehold buildings	Over period of lease
Furniture and equipment	5 years
Property improvements	4 years
Computers, IT & Media	3 years

Investments

Quoted investments are stated at their fair value.

Realised and unrealised gains (or losses) are reflected in the Statement of Financial Activities in the year in which they occur. No distinction is made between realised and unrealised gains in the Statement of Financial Activities as the Trustees consider that the disclosure of total gains/losses show a truer and fairer view.

Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Designated funds – these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES (continued)

Financial Instruments

The charity only holds financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash and bank accounts.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. EXENDITURE -2023

	Staff Costs £	Depreciation £	Other £	2023 Total £	2022 Total £
Charitable activities:					
Advancement of religious work					
Church	43,098	-	84,116	127,214	108,327
Premises and equipment	-	104,367	121,054	225,421	155,015
Community expenditure	43,098	-	55,838	98,936	101,376
Charitable payments	-	-	21,246	21,246	183,942
Governance costs	-	-	15,595	15,595	7,079
	<u>£86,196</u>	<u>£104,367</u>	<u>£297,849</u>	<u>£488,412</u>	<u>£555,739</u>

All other costs are directly attributable to the activities to which they relate. Support costs - staff costs, where members of staff work on multiple activities are allocated on the basis of time spent.

EXENDITURE -2022

	Staff Costs £	Depreciation £	Other £	2022 Total £
Charitable activities:				
Advancement of religious work				
Church	41,281	-	67,046	108,327
Premises and equipment	-	97,501	57,514	155,015
Community expenditure	41,281	-	60,095	101,376
Charitable payments	-	-	183,942	183,942
Governance costs	-	-	7,079	7,079
	<u>£82,562</u>	<u>£97,501</u>	<u>£375,676</u>	<u>£555,739</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2023

CHARITABLE PAYMENTS		2023	2022
		£	£
Charitable payments comprise:			
ODC Carmelites – Retreat House Chester		9,650	11,950
Carmelite Provincial Fund		-	141,498
Friends of Whitefriars Oxford Trust		-	19,778
RAHAB Project		-	-
Others		11,596	10,716
		<u>£21,246</u>	<u>£183,942</u>
3. GOVERNANCE COSTS		2023	2022
		£	£
These comprise:			
Auditors remuneration – Audit 2021		260	4,500
Auditors remuneration – Audit 2022		2,560	
Auditors remuneration – Audit 2023		7,935	
- Accountancy		4,840	2,579
Legal fees		-	-
		<u>£15,595</u>	<u>£7,079</u>
4. STAFF COSTS		2023	2022
		£	£
Wages and other staff costs		78,456	72,976
Social security costs		5,604	5,128
Pension costs		2,136	4,458
Casual wages		-	-
		<u>£86,196</u>	<u>£82,562</u>
The average number of employees in the year was:		No.	No.
Church and Community		<u>5</u>	<u>2</u>

The charity's key management personnel are its trustees who are unremunerated.

5. TRANSACTIONS WITH TRUSTEES

The trustees of the Charity are also members of the Order and as such have taken vows of poverty under which they have renounced all personal rights to income and capital. The Charity provides for all the essential needs of all members of the Order to enable them to live and work together in devotion to the aims of the Order. The living costs of the trustees are therefore borne by the Charity.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2023

6. TANGIBLE FIXED ASSETS

	Property Improvement £	Freehold Land and Buildings £	Long Leasehold Land and Buildings £	Motor Vehicles £	Computers, IT & Media £	Furniture And Equipment £	Total £
Valuation/Cost							
At 1 April 2022	284,023	1,250,000	4,335	22,825	13,754	85,514	1,660,451
Additions		-	-	-		-	
At 31 March 2023	284,023	1,250,000	4,335	22,825	13,754	85,514	1,660,451
Depreciation							
At 1 April 2022	176,569	650,000	2,211	17,417	3,437	85,514	935,148
Charge for year	71,006	25,000	85	3,737	4,539	-	104,367
At 31 March 2023	247,575	675,000	2,296	21,154	7,976	85,514	1,039,515
Net Book Value							
At 31 March 2023	£36,448	£575,000	£2,039	£1,671	£5,778	£-	£620,936
At 31 March 2022	£107,454	£600,000	£2,124	£5,408	£10,317	£-	£725,303

Net book value at 31 March 2023 represents Fixed Assets used for direct charitable purposes.

7. INVESTMENTS

	2023 £	2022 £
Listed investments at market (fair) value		
Balance at 1 April 2022	2,263,441	2,081,700
Additions	-	-
Disposals	(950,000)	-
Gains	(85,828)	181,741
Balance at 31 March 2023	£1,227,613	£2,263,441
Represented by:		
Listed on, or valued by referenced to, a UK stock exchange		
Common Investment Fund – COIF Charities Investment Fund – income shares	1,218,677	2,255,410
Equities and preference shares	8,936	8,031
	£1,227,613	£2,263,441
Investment income comprises:		
From listed investments	48,767	53,702
Bank deposit interest	211	82
	£48,978	£53,784

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2023

8.	DEBTORS			2023	2022
				£	£
	Sundry debtors			1,436,628	390,139
	Prepayments			5,574	5,047
				<u>£1,442,202</u>	<u>£395,186</u>
9.	CREDITORS			2023	2022
				£	£
	Trade creditors			1,924	10,512
	Taxation and social security			300	300
	Accruals and deferred income			18,620	25,500
	Other taxes and social security			1,868	1,753
				<u>£22,712</u>	<u>£38,065</u>
10.	DESIGNATED FUNDS				
(a)	Support of older members				
	The trustees have designated funds to provide for the charity’s commitment to provide for the retirement and care in old age and sickness of the Order’s members.				
(b)	Analysis of movements – 2023			Expenditure, Gains and Transfers	31 March 2023
		1 April 2022	Income	£	£
		£	£		
	Support of older members	800,000	-	-	800,000
		<u>800,000</u>	<u>-</u>	<u>-</u>	<u>800,000</u>
	Analysis of movements – 2022			Expenditure, Gains and Transfers	31 March 2022
		1 April 2021	Income	£	£
		£	£		
	Support of older members	800,000	-	-	800,000
		<u>800,000</u>	<u>-</u>	<u>-</u>	<u>800,000</u>
11.	RESTRICTED FUNDS - 2023	Balance at 1 April 2022	Income	Expenditure	Gains and Transfers
		£	£	£	£
					Balance at 31 March 2023
		£			£
	Priest’s Training Fund	11,620	-	-	11,620
	Choir Fund	1,363	-	(1,363)	-
		<u>£12,983</u>	<u>-</u>	<u>(1,363)</u>	<u>£11,620</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2023

RESTRICTED FUNDS – 2022	Balance at 1 April 2021 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2022 £
Priest's Training Fund	11,620	-	-	-	11,620
Choir Fund	1,843	-	(480)	-	1,363
	<u>£13,463</u>	<u>-</u>	<u>£(480)</u>	<u>-</u>	<u>£12,983</u>

Priest's Training Fund

As part of the Growing in Faith Programme, a grant was provided in the previous year for training of priests. This amount has been carried forward for future spending.

Choir Fund

Funds were transferred from the Carmelite Church Choir Trust when that Trust deregistered from the Charity Commission. Funds are to be used to maintain and promote the Church's choir and have been spent on this in the year.

12. ALLOCATION OF NET ASSETS BETWEEN FUNDS - 2023

	Unrestricted Fund £	Restricted Fund £	2023 Total £	2022 Total £
Fixed assets	620,936	-	620,936	725,303
Investments	1,227,613	-	1,227,613	2,263,441
Current assets	1,774,038	11,620	1,785,658	821,544
Creditors	(22,712)	-	(22,712)	(38,065)
	<u>£3,599,875</u>	<u>£11,620</u>	<u>£3,611,495</u>	<u>£3,772,223</u>

ALLOCATION OF NET ASSETS BETWEEN FUNDS – 2022

	Unrestricted Fund £	Restricted Fund £	2022 Total £
Fixed assets	725,303	-	725,303
Investments	2,263,441	-	2,263,441
Current assets	808,561	12,983	821,544
Creditors	(38,065)	-	(38,065)
	<u>£3,759,240</u>	<u>£12,983</u>	<u>£3,772,223</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2023

13. CONNECTED CHARITIES

The following are connected charities:

Charity Registration No

Carmelite Provincial Fund	284525
Discalced Carmelites (England)	27224
Friends of Whitefriars Oxford Trust	207738
Carmelite Church Choir Trust	1059899
St Joseph's Roman Catholic Church and Priory Gerrards Cross	249602

During the year £Nil (2022: £141,498) was paid to the Carmelite Provincial Fund, £Nil (2022: £19,778) was paid to Friends of Whitefriars Oxford Trust but a loan of £1,070,000 was made in the year.

14. STATEMENT OF FINANCIAL ACTIVITIES – 2022

	Unrestricted Funds £	Restricted Funds £	Total 2022 £
INCOME FROM:			
Donations and legacies			
Members stipends and pensions	20,954	-	20,954
Collections, donations and bequests	324,864	-	324,864
Grants	-	-	-
Other			
Other trading activities			
Repository sales	11,930	-	11,930
Investments	53,784	-	53,784
Other	42,020	-	42,020
Total income	453,552	-	453,552
EXPENDITURE ON:			
Charitable Activities	555,259	480	555,739
Total expenditure	555,259	480	555,739
Net income before gains and losses on investments	(101,707)	(480)	(102,187)
Net gains on investments	181,741	-	181,741
Net movement in funds	80,034	(480)	79,554
RECONCILIATION OF FUNDS			
Fund balances brought forward 1 April 2021	3,679,206	13,463	3,692,669
Fund balance carried forward 31 March 2022	£3,759,240	£12,983	£3,772,223

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES

England & Wales - Charity number 253645

Accounts

**THE COMMUNITY OF THE ORDER OF THE
DISCALCED CARMELITES, KENSINGTON**

Registered Charity Number 284525

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

Haysmacintyre LLP
Chartered Accountants
London

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 MARCH 2022

Incorporated Trustee	The Charity of the Discalced Carmelites
Trustees	The Trustees of the Charity of the Discalced Carmelites The Reverend Felix Okolo The Reverend Alexander Ezechukwu The Reverend Thaddeus Ekuma The Reverend Anthony Parsons The Reverend John Grennan The Reverend James Noonan The Reverend Liam Finnerty
Provincial Superior	The Reverend John Grennan
Provincial Bursar	The Reverend Alexander Ezechukwu
Principal Office	Carmelite Priory 41 Kensington Church Street London W8 4BB
Charity Registration Number	253645
Governing Instrument	Trust Deed dated 23 August 1967
Auditors	Haysmacintyre LLP 10 Queen Street Place London EC4R 1AG
Solicitors	Pothecary Witham Weld 70 St. George's Square London SW1V 3RD
Principal Bankers	Royal Bank of Scotland Plc London Notting Hill Gate Branch 78 Notting Hill Gate London W11 3HS
Investment Managers	CCLA Investment Management Limited Senator House, 85 Queen Victoria Street London EC4V 4ET
Investment Power	The provisions of the Trustee Act 2000 apply

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (Continued)

FOR THE YEAR ENDED 31 MARCH 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction

The Community of the Order of Discalced Carmelites, Kensington is part of an international Religious Order the Discalced Carmelite Friars which is represented in England by a number of charitable trusts. Most of these trusts, including the Community of the Order of Discalced Carmelites, Kensington, are administered by the Trustees of the Charity of the Discalced Carmelites as appointed by a Charity Commission Order dated 12 December 2001. The connected charities through which the Order carries out its charitable activities are set out in note 12 to the accounts.

Governing instrument

The Governing Instrument of the charity, a Trust Deed dated 23 August 1967 states its principal objective to be "such charitable purposes which advance the religious work for the time being carried out by or under the direction of the Society as the Trustees with approval of the Superior shall from time to time think fit".

Governance

The Charity of the Discalced Carmelites has six trustees, the Provincial Superior and five other members. The power of appointing new Trustees rests with the Provincial Superior.

New trustees are given an introduction to the workings of the charity and are given previous sets of accounts and reports to read. Regular training is made available to all trustees. The charity's key management personnel are its trustees who are unremunerated.

OBJECTIVES AND ACTIVITIES

The Carmelite Community have responsibility for a church which is open to the public from approximately 7.00am to 7.00pm each day for church services and private prayer. The priests provide a service of spiritual support and pastoral counselling to all who come. The priests are responsible for the administration of the local parish and to visit the sick, lonely and housebound members of the parish.

The priests help in providing pastoral care in other local parishes and schools and give lectures and retreats both in London and in other parts of the country. One of the priests helps with chaplaincy work at University Hospital. The community also offers chaplaincy service at the Cromwell Hospital.

Part of the property is the Carmelite Parish Centre which is a meeting place for many parish activities. It is also used by a variety of other groups for religious and charitable purposes. The use of the Centre by the San'Egidio outreach to homeless people is seen an important public benefit contribution. There is no charge for use of the Centre but donations are accepted. The Carmelite Parish Centre is also used on weekdays by a nursery school. The use is governed by a licence agreement.

The Charity also provides accommodation for members of the Order of Discalced Carmelites who come from abroad for the purpose of learning English or to pursue other academic courses. The Charity is also at present providing funding for the education of international Carmelite students.

A professional Choir sings and provides music in the church each Sunday. The choir was funded partly by donations from the Carmelite Church Choir Fund. From July 2015 onwards the Trustees of the Fund passed its investments over to the Community Order of Discalced Carmelites, Kensington, and the Trust itself deregistered from the Charity Commission in December 2015.

Public benefit

The Trustees confirm that they have complied with the duty in section 11 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity. The Trustees review the activities of the charity against its aims on an ongoing basis and are satisfied that all activities continue to be related to the aims which are set in such a way as to benefit society as a whole. The benefits are set out in the review of activities shown above.

**THE COMMUNITY OF THE ORDER OF
COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2022

ACHIEVEMENTS AND PERFORMANCE

The community currently has three members actively engaged in its ministry and charitable activity. It continues to support a retired member.

When a member's work involves a stipend or an ex-gratia honorarium, the money goes into the common funds of the charity; where there is a wage or salary any earnings are covenanted to the charity. The charity has a continuing commitment to support members of the Order, including some who are not resident at Kensington, many of whom continue to carry out charitable work long past the normal retirement age.

The charity, with the collaboration of a number of other people, continues to help to support a charitable project known as the "Rahab Project", to help victims of sex trafficking and prostitution.

PLANS FOR FUTURE PERIODS

The Trustees do not envisage any major changes to the charity in the near future. A Chapter was held in July 2021 which decided on the corporate structure of charities and financial position of the impact of the pandemic as well as the strategic direction of the charity.

FINANCIAL REVIEW

Donations and bequests increased from £213,730 to £336,794 this year. This is a source of income which varies significantly from year to year. Income in 2022 was boosted because of a large legacy received. Restricted funds consist of the balance of the Choir Fund and a Fund to cover Priest's training which is still to be spent.

Income from investments increased from £52,675 in the previous year to £53,784 this year. There was a deficit for the year of £102,187 (2021: £37,556) but there were investment gains of £181,741 (2021: £413,564) making a net surplus of £79,554 (2021: £376,008). Funds stood at £3,772,223 at the year-end consisting of £3,759,240 of unrestricted funds and £12,983 of restricted funds. Expenditure increased from £403,173 to £555,739 in the year.

The charity's principal investment holding of COIF Income Shares were valued at £2,255,410 (£2,075,488 at 31 March 2021).

Reserves Policy

The charity's funds at the year-end stood at £3,772,223 (2021 - £3,679,206) of which £725k is represented by fixed assets which are required for the charity's continuing activities. A fund of approximately £800k is estimated to be required to provide for the members in old age. The balance remaining of £2,247k covers approximately 38 months normal expenditure which the trustees consider to be a reasonable but not excessive provision for the ongoing requirements of the charity. This is particularly in light of the uncertainty of income and the financial commitments of the charity as discussed above.

Both the Church and the Priory are Grade Two listed buildings. The Trustees take seriously their responsibility to care for and maintain these buildings. During the year there was a major refurbishment of the priory. The Trustees try to ensure there is sufficient funding available for maintenance of the buildings.

The charity also held restricted funds totalling £12,983 at the year end. Full details are shown in note 11 to the financial statements.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2022

Risk Review

The Trustees have considered the major risks to which the Charity is exposed. Every effort is being made to mitigate those risks. The key risks for the charity, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- The Order has an obligation, both moral and legal, to provide care for its members, none of whom has resources of his own and all of whom have devoted a significant part of their lives to the activities of the charity. Wherever possible, care is provided for frail and unwell members within the community. The incidence of such care needs is impossible to predict and the Trustees therefore believe that it is incumbent upon them to maintain reserves at an appropriate level to ensure that the charity is able to meet this obligation – see Reserves Policy above.
- Along with all other organisations who serve in the community, the Trustees recognise the absolute necessity of ensuring the protection and safety of all those the Charity serves. This means that all Fathers who are in any kind of ministry in Great Britain have had to obtain clearance from the Disclosure and Barring Service (DAB). The Trustees are committed to implementing all policies and procedures of the Catholic Safeguarding Advisory Service (CSAS).
- It is absolutely necessary to ensure that our property continue to be safe places for the Fathers and visitors to use. Attention is given to keeping our properties in good repair. General maintenance is regularly carried out. There is an on-going programme to ensure compliance with the increasing demands of Health and Safety Regulations particularly with regard to Fire Regulations. The Trustees regularly review insurance provision.
- The trustees are mindful that at some time in the medium to longer term, there may be issues in relation to succession planning for the governance of the charity. With an ageing group of Fathers, it may be necessary to consider appointing lay trustees (that is trustees who are not members of the Congregation) and/or Fathers from overseas areas where there is a greater pool of younger members. Such steps may require constitutional changes for the charity. The Trustees are in the process of exploring the issues and the options.

Investment Policy

The investment target is to achieve a certain return of both income and capital growth with no more than a moderate level of risk. The charity avoids direct investment in armaments, pornography and “anti-life” pharmaceuticals. The vast majority of the charity’s funds are invested in Common Investment Funds.

During the year the value of the investments recovered following a decline when the pandemic struck in March 2020. The charity takes the view that such investment values are volatile, although it is anticipated that over the longer term there will be increased growth in values. However this volatility emphasises the need for caution when reviewing reserve levels which incorporate their market value.

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 Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether the 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.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity (Accounts and Reports) Regulations and with the Trust Deed dated 23 August 1967. 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 31 January 2023 and signed as authorised on their behalf by:

Reverend John Grennan
Trustee

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

Opinion

We have audited the financial statements of Community of the Order of Discalced Carmelites, Kensington for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of the charity's net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity, or returns adequate for our audit have not been received from branches not visited by us; or
- sufficient accounting records have not been kept; or
- the charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON (continued)

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with Canon law, employment law, health and safety regulations and charity law, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and payroll taxes.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to recognition of income and management bias in certain accounting estimates. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud
- Evaluating management's controls designed to prevent and detect irregularities
- Identifying and testing journals, in particular journal entries posted with unusual descriptions and those entered at the year-end; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP
Statutory Auditors

10 Queen Street Place
London
EC4R 4AG

Date: 31 January 2023

Haysmacintyre LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

THE COMMUNITY OF THE ORDER OF THE DISCALCED CARMELITES, KENSINGTON

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted Funds £	Restricted Funds £	Total 2022 £	2021 £
INCOME FROM:	Notes				
Donations and legacies					
Members stipends and pensions		20,954	-	20,954	35,097
Collections, donations and bequests		324,864	-	324,864	213,730
Other trading activities		11,930	-	11,930	-
Investments		53,784	-	53,784	52,765
Other		42,020	-	42,020	64,025
Total income		<u>453,552</u>	<u>-</u>	<u>453,552</u>	<u>365,617</u>
EXPENDITURE ON:					
Charitable Activities	2	<u>555,259</u>	<u>480</u>	<u>555,739</u>	<u>403,173</u>
Total expenditure		<u>555,259</u>	<u>480</u>	<u>555,739</u>	<u>403,173</u>
Net (expenditure)/ before gains on investments		(101,707)	(480)	(102,187)	(37,556)
Net gains on investments		<u>181,741</u>	<u>-</u>	<u>181,741</u>	<u>413,564</u>
Net movement in funds		<u>80,034</u>	<u>(480)</u>	<u>79,554</u>	<u>376,008</u>
RECONCILIATION OF FUNDS					
Fund balances brought forward 1 April 2021		<u>3,679,206</u>	<u>13,463</u>	<u>3,692,669</u>	<u>3,316,661</u>
Fund balance carried forward 31 March 2022		<u><u>£3,759,240</u></u>	<u><u>£12,983</u></u>	<u><u>£3,772,223</u></u>	<u><u>£3,692,669</u></u>

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

BALANCE SHEET

AS AT 31 MARCH 2022

			2022		2021	
	Notes	£	£	£	£	
FIXED ASSETS						
Tangible fixed assets	6		725,303		794,018	
Investments	7		2,263,441		2,081,700	
			<u>2,988,744</u>		<u>2,875,718</u>	
CURRENT ASSETS						
Debtors	8	395,186		394,772		
Cash at bank and in hand		426,358		457,482		
		<u>821,544</u>		<u>852,254</u>		
CREDITORS: Amounts falling due within one year	9	(38,065)		(35,303)		
NET CURRENT ASSETS			<u>783,479</u>		<u>816,951</u>	
NET ASSETS			<u>£3,772,223</u>		<u>£3,692,669</u>	
FUNDS						
Unrestricted funds:						
Designated funds- Support of older members	10	800,000		800,000		
General		<u>2,959,240</u>		<u>2,879,206</u>		
			<u>3,759,240</u>		<u>3,679,206</u>	
Restricted funds	11		<u>12,983</u>		<u>13,463</u>	
			<u>£3,772,223</u>		<u>£3,692,669</u>	

The financial statements were approved and authorised for issue by the Board of Trustees on 31 January 2023 and were signed below on its behalf by:

Reverend John Grennan
Trustee

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	£	£
Cash flows from operating activities:		
Net cash provided by/ (used in) operating activities (see below)	(56,122)	1,420
Cash flows from investing activities:		
Dividends and interest from investments	53,784	52,765
Purchase of tangible assets	(28,786)	(94,186)
Net cash provided by / (used in) investment activities	<u>24,998</u>	<u>(41,421)</u>
Change in cash and cash equivalents in the year	<u>(31,124)</u>	<u>(40,001)</u>
Cash and cash equivalents at the start of the Year	<u>457,482</u>	<u>497,473</u>
Cash and cash equivalents at the end of the year	<u><u>£426,358</u></u>	<u><u>£457,482</u></u>

NOTES TO THE CASH FLOW STATEMENT

RECONCILIATION OF NET INCOME TO NET CASH INFLOW FROM OPERATING ACTIVITIES	2022	2021
	£	£
Net income for the year (as per the Statement of Financial Activities)	79,554	376,008
Depreciation charges	97,501	74,879
(Gains) on investments	(181,741)	(413,564)
Dividends & interest from investments	(53,784)	(52,765)
(Decrease)/increase in creditors	2,762	17,053
(Increase) in debtors	(414)	(191)
Net cash provided by/(used in) operating activities	<u><u>£(56,122)</u></u>	<u><u>£1,420</u></u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

The charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the Trustees to make significant judgements and estimates. It also requires management to exercise judgment in applying the Charity's accounting policies. The items in the accounts where these judgements and estimates have been made include:

- estimating the economic useful life of tangible fixed assets.

Assessment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above. With regard to the next accounting period, the year ending 31 March 2022, the most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the Trustees' Report for more information).

Income recognition

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance is deferred until the criteria for income recognition are met.

In accordance with the Charities SORP FRS102, volunteer time is not recognised.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES (continued)

Expenditure recognition and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on raising funds comprise fees paid in respect of fund management in relation to the charity's quoted investments.
- Expenditure on charitable activities includes the costs of running the charity's community as well as all other costs associated with furthering the charitable purposes of the charity through the provision of its charitable activities. These costs comprise charitable grants and donations, direct and support costs in respect to the support of members of the Congregation and their ministry. It also includes governance costs.

Charitable grants and donations are made where the Trustees consider there is real need following a review of the details of each particular case and comprise single year payments rather than multi-year grants. Grants and donations are included in the statement of financial activities when approved for payment. Provision is made for grants and donations approved but unpaid at the period end.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Tangible Fixed Assets

Prior to 31 March 1996 all capital expenditure was written off as incurred. In order to arrive at a reasonable valuation of parish property, taking into account age, type, condition and life expectancy, the Trustees considered that present insured values should be discounted by around 50% and in subsequent years be depreciated at 2% per annum. Subsequent acquisitions or improvements are capitalised at cost. The estimated value of furniture and equipment at 1 April 1996 has been capitalised in the financial statements. Subsequent additions are capitalised at cost.

Improvements to land and buildings and purchase of other assets costing more than £2,000 are capitalised.

Depreciation is calculated by the straight line method to write off the cost/value, less anticipated residual value, over the expected useful lives of assets as follows.

Freehold buildings	50 years
Leasehold buildings	Over period of lease
Furniture and equipment	5 years
Property improvements	4 years
Computers, IT & Media	3 years

Investments

Quoted investments are stated at their fair value.

Realised and unrealised gains (or losses) are reflected in the Statement of Financial Activities in the year in which they occur. No distinction is made between realised and unrealised gains in the Statement of Financial Activities as the Trustees consider that the disclosure of total gains/losses show a truer and fairer view.

Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Designated funds – these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES (continued)

Financial Instruments

The charity only holds financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash and bank accounts.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. EXENDITURE -2022

	Staff Costs £	Depreciation £	Other £	2022 Total £	2021 Total £
Charitable activities:					
Advancement of religious work					
Church	41,281	-	67,046	108,327	106,290
Premises and equipment	-	97,501	57,514	155,015	149,416
Community expenditure	41,281	-	55,874	97,155	85,419
Charitable payments	-	-	183,942	183,942	41,723
Governance costs	-	-	11,300	11,300	20,235
	<u>£82,562</u>	<u>£97,501</u>	<u>£375,676</u>	<u>£555,739</u>	<u>£403,173</u>

All other costs are directly attributable to the activities to which they relate. Support costs - staff costs, where members of staff work on multiple activities are allocated on the basis of time spent.

EXENDITURE -2021

	Staff Costs £	Depreciation £	Other £	2021 Total £
Charitable activities:				
Advancement of religious work				
Church	39,620	-	66,670	106,290
Premises and equipment	39,620	74,879	34,917	149,416
Community expenditure	-	-	85,419	85,419
Charitable payments	-	-	41,723	41,723
Governance costs	-	-	20,325	20,325
	<u>£79,240</u>	<u>£74,879</u>	<u>£249,054</u>	<u>£403,173</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2022

CHARITABLE PAYMENTS		2022	2021
		£	£
Charitable payments comprise:			
ODC Carmelites – Retreat House Chester		11,950	11,620
Carmelite Provincial Fund		141,498	12,400
Friends of Whitefriars Oxford Trust		19,778	-
RAHAB Project		-	8,250
Others		10,716	9,453
		<u>£183,942</u>	<u>£41,723</u>
3. GOVERNANCE COSTS		2022	2021
		£	£
These comprise:			
Auditors remuneration – Audit		6,900	6,300
- Accountancy		4,400	4,000
Legal and professional fees		-	10,025
		<u>£11,300</u>	<u>£20,325</u>
4. STAFF COSTS		2022	2021
		£	£
Wages and other staff costs		72,976	61,928
Social security costs		5,128	5,454
Pension costs		4,458	5,275
Casual wages		-	6,583
		<u>£82,562</u>	<u>£79,240</u>
The average numbers of full-time equivalent employees in the year was:		No.	No.
Church and Community		<u>2</u>	<u>2</u>

The charity's key management personnel are its trustees who are unremunerated.

5. TRANSACTIONS WITH TRUSTEES

The trustees of the Charity are also members of the Order and as such have taken vows of poverty under which they have renounced all personal rights to income and capital. The Charity provides for all the essential needs of all members of the Order to enable them to live and work together in devotion to the aims of the Order. The living costs of the trustees are therefore borne by the Charity.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2022

6. TANGIBLE FIXED ASSETS

	Property Improvement £	Freehold Land and Buildings £	Long Leasehold Land and Buildings £	Motor Vehicles £	Computers, IT & Media £	Furniture And Equipment £	Total £
Valuation/Cost							
At 1 April 2021	261,673	1,250,000	4,335	22,825	7,318	85,514	1,631,665
Additions	22,250	-	-	-	6,436	-	28,786
At 31 March 2022	283,923	1,250,000	4,335	22,825	13,754	85,514	1,660,451
Depreciation							
At 1 April 2021	110,836	625,000	2,216	13,680	491	85,514	837,647
Charge for year	65,733	25,000	85	3,737	2,946	-	97,501
At 31 March 2022	176,569	650,000	2,301	17,417	3,437	85,514	935,148
Net Book Value							
At 31 March 2022	£197,354	£600,000	£2,034	£5,408	£10,317	£-	£725,303
At 31 March 2021	£150,837	£625,000	£2,209	£9,145	£6,827	£-	£794,018

Net book value at 31 March 2022 represents Fixed Assets used for direct charitable purposes.

7. INVESTMENTS

	2022 £	2021 £
Listed investments at market (fair) value		
Balance at 1 April 2021	2,081,700	1,668,136
Additions	-	-
Disposals	-	-
Gains	181,741	413,564
Balance at 31 March 2022	£2,263,441	£2,081,700
Represented by:		
Listed on, or valued by referenced to, a UK stock exchange		
Common Investment Fund – COIF Charities Investment Fund – income shares	2,255,410	2,075,488
Equities and preference shares	8,031	6,212
	£2,263,441	£2,081,700
Investment income comprises:		
From listed investments	53,702	52,427
Bank deposit interest	82	338
	£53,784	£52,765

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2022

8. DEBTORS	2022	2021
	£	£
Sundry debtors	390,139	390,139
Prepayments	5,047	4,633
	<u>£395,186</u>	<u>£394,772</u>
9. CREDITORS	2022	2021
	£	£
Trade creditors	10,512	12,791
Taxation and social security	300	300
Accruals and deferred income	25,500	20,454
Other taxes and social security	1,753	1,758
	<u>£38,065</u>	<u>£35,303</u>

10. DESIGNATED FUNDS

(a) Support of older members

The trustees have designated funds to provide for the charity's commitment to provide for the retirement and care in old age and sickness of the Order's members.

(b) Analysis of movements – 2022

	1 April 2021 £	Income £	Expenditure, Gains and Transfers £	31 March 2022 £
Support of older members	800,000	-	-	800,000

Analysis of movements – 2021

	1 April 2020 £	Income £	Expenditure, Gains and Transfers £	31 March 2021 £
Support of older members	800,000	-	-	800,000

11. RESTRICTED FUNDS - 2022

	Balance at 1 April 2021 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2022 £
Priest's Training Fund	11,620	-	-	-	11,620
Choir Fund	1,843	-	(480)	-	1,363
	<u>£13,463</u>	<u>-</u>	<u>£(480)</u>	<u>-</u>	<u>£12,983</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2022

RESTRICTED FUNDS – 2021	Balance at 1 April 2020 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2021 £
Priest's Training Fund	11,620	-	-	-	11,620
Choir Fund	3,795	-	(1,952)	-	1,843
	<u>£15,415</u>	<u>£ 104,262</u>	<u>£(1,952)</u>	<u>£ -</u>	<u>£13,463</u>

Priest's Training Fund

As part of the Growing in Faith Programme, a grant was provided in the previous year for training of priests. This amount has been carried forward for future spending.

Choir Fund

Funds were transferred from the Carmelite Church Choir Trust when that Trust deregistered from the Charity Commission. Funds are to be used to maintain and promote the Church's choir and have been spent on this in the year.

12. ALLOCATION OF NET ASSETS BETWEEN FUNDS - 2022

	Unrestricted Fund £	Restricted Fund £	2022 Total £	2021 Total £
Fixed assets	725,303	-	725,303	794,018
Investments	2,263,441		2,263,441	2,081,700
Current assets	808,561	12,983	821,544	852,254
Creditors	(38,065)	-	(38,065)	(35,303)
	<u>£3,759,240</u>	<u>£12,983</u>	<u>£3,772,223</u>	<u>£3,692,669</u>

ALLOCATION OF NET ASSETS BETWEEN FUNDS - 2021

	Unrestricted Fund £	Restricted Fund £	2021 Total £
Fixed assets	794,018	-	794,018
Investments	2,981,700		2,081,700
Current assets	838,791	13,462	852,254
Creditors	(35,303)	-	(35,303)
	<u>£3,281,373</u>	<u>£15,415</u>	<u>£3,692,669</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2022

13. CONNECTED CHARITIES

The following are connected charities:

Charity Registration No

Carmelite Provincial Fund	284525
Discalced Carmelites (England)	27224
Friends of Whitefriars Oxford Trust	207738
Carmelite Church Choir Trust	1059899
St Joseph's Roman Catholic Church and Priory Gerrards Cross	249602

During the year £141,498 (2021: £12,400) was paid to the Carmelite Provincial Fund, £19,778 (2021: £nil) was paid to Friends of Whitefriars Oxford Trust.

14. STATEMENT OF FINANCIAL ACTIVITIES – 2021

	Unrestricted Funds £	Restricted Funds £	Total 2020 £
INCOME FROM:			
Donations and legacies			
Members stipends and pensions	35,097	-	35,097
Collections, donations and bequests	213,730	-	213,730
Grants	-	-	-
Other			
Other trading activities			
Repository sales	-	-	-
Investments	52,765	-	52,765
Other	64,025	-	64,025
Total income	365,617	-	365,617
EXPENDITURE ON:			
Charitable Activities	401,221	1,952	403,173
Total expenditure	401,221	1,952	403,173
Net income before gains and losses on investments	(35,604)	(1,952)	(37,556)
Net gains on investments	413,564	-	413,564
Net movement in funds	377,960	(1,952)	376,008
RECONCILIATION OF FUNDS			
Fund balances brought forward 1 April 2020	3,301,246	15,415	3,316,661
Fund balance carried forward 31 March 2021	£3,679,206	£13,463	£3,692,669

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES

England & Wales - Charity number 253645

Accounts

**THE COMMUNITY OF THE ORDER OF THE
DISCALCED CARMELITES, KENSINGTON**

Registered Charity Number 284525

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

Haysmacintyre LLP
Chartered Accountants
London

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 MARCH 2021

Incorporated Trustee	The Charity of the Discalced Carmelites
Trustees	The Trustees of the Charity of the Discalced Carmelites The Reverend Felix Okolo (appointed 5 August 2020) The Reverend Alexander Ezechukwu (appointed 5 August 2020) The Reverend Thaddeus Ekuma (appointed 5 August 2020) The Reverend Anthony Parsons (appointed 5 August 2020) The Reverend John Grennan The Reverend James Noonan The Reverend Liam Finnerty The Reverend Christopher Clarke (resigned 5 August 2020)
Provincial Superior	The Reverend John Grennan
Provincial Bursar	The Reverend Alexander Ezechukwu
Principal Office	Carmelite Priory 41 Kensington Church Street London W8 4BB
Charity Registration Number	253645
Governing Instrument	Trust Deed dated 23 August 1967
Auditors	Haysmacintyre LLP 10 Queen Street Place London EC4R 1AG
Solicitors	Pothecary Witham Weld 70 St. George's Square London SW1V 3RD
Principal Bankers	Royal Bank of Scotland Plc London Notting Hill Gate Branch 78 Notting Hill Gate London W11 3HS
Investment Managers	CCLA Investment Management Limited Senator House, 85 Queen Victoria Street London EC4V 4ET
Investment Power	The provisions of the Trustee Act 2000 apply

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (Continued)

FOR THE YEAR ENDED 31 MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Introduction

The Community of the Order of Discalced Carmelites, Kensington is part of an international Religious Order the Discalced Carmelite Friars which is represented in England by a number of charitable trusts. Most of these trusts, including the Community of the Order of Discalced Carmelites, Kensington, are administered by the Trustees of the Charity of the Discalced Carmelites as appointed by a Charity Commission Order dated 12 December 2001. The connected charities through which the Order carries out its charitable activities are set out in note 12 to the accounts.

Governing instrument

The Governing Instrument of the charity, a Trust Deed dated 23 August 1967 states its principal objective to be “such charitable purposes which advance the religious work for the time being carried out by or under the direction of the Society as the Trustees with approval of the Superior shall from time to time think fit”.

Governance

The Charity of the Discalced Carmelites has six trustees, the Provincial Superior and five other members. The power of appointing new Trustees rests with the Provincial Superior.

New trustees are given an introduction to the workings of the charity and are given previous sets of accounts and reports to read. Regular training is made available to all trustees. The charity's key management personnel are its trustees who are unremunerated.

OBJECTIVES AND ACTIVITIES

The Carmelite Community have responsibility for a church which is open to the public from approximately 7.00am to 7.00pm each day for church services and private prayer. The priests provide a service of spiritual support and pastoral counselling to all who come. The priests are responsible for the administration of the local parish and to visit the sick, lonely and housebound members of the parish.

The priests help in providing pastoral care in other local parishes and schools and give lectures and retreats both in London and in other parts of the country. One of the priests helps with chaplaincy work at University Hospital. The community also offers chaplaincy service at the Cromwell Hospital.

Part of the property is the Carmelite Parish Centre which is a meeting place for many parish activities. It is also used by a variety of other groups for religious and charitable purposes. The use of the Centre by the San'Egidio outreach to homeless people is seen an important public benefit contribution. There is no charge for use of the Centre but donations are accepted. The Carmelite Parish Centre is also used on weekdays by a nursery school. The use is governed by a licence agreement.

The Charity also provides accommodation for members of the Order of Discalced Carmelites who come from abroad for the purpose of learning English or to pursue other academic courses. The Charity is also at present providing funding for the education of international Carmelite students.

A professional Choir sings and provides music in the church each Sunday. The choir was funded partly by donations from the Carmelite Church Choir Fund. From July 2015 onwards the Trustees of the Fund passed its investments over to the Community Order of Discalced Carmelites, Kensington, and the Trust itself deregistered from the Charity Commission in December 2015.

Public benefit

The Trustees confirm that they have complied with the duty in section 11 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission in determining the activities undertaken by the charity. The Trustees review the activities of the charity against its aims on an ongoing basis and are satisfied that all activities continue to be related to the aims which are set in such a way as to benefit society as a whole. The benefits are set out in the review of activities shown above.

**THE COMMUNITY OF THE ORDER OF
COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON**

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2021

ACHIEVEMENTS AND PERFORMANCE

The community currently has three members actively engaged in its ministry and charitable activity. It continues to support a retired member.

When a member's work involves a stipend or an ex-gratia honorarium, the money goes into the common funds of the charity; where there is a wage or salary any earnings are covenanted to the charity. The charity has a continuing commitment to support members of the Order, including some who are not resident at Kensington, many of whom continue to carry out charitable work long past the normal retirement age.

The charity, with the collaboration of a number of other people, continues to help to support a charitable project known as the "Rahab Project", to help victims of sex trafficking and prostitution.

PLANS FOR FUTURE PERIODS

The Trustees do not envisage any major changes to the charity in the near future. A Chapter was held in July 2021 which decided on the corporate structure of charities and financial position of the impact of the pandemic as well as the strategic direction of the charity.

FINANCIAL REVIEW

Donations and bequests decreased from £429,707 to £213,730 this year. This is a source of income which varies significantly from year to year. Income in 2020 was boosted because of a large legacy received. Restricted funds consist of the balance of the Choir Fund and a Fund to cover Priest's training which is still to be spent.

Income from investments decreased from £61,872 in the previous year to £52,765 this year. There was a deficit for the year of £37,556 (2020: surplus of £101,719) but there were investment gains of £413,564 (2020: losses of £121,466) making a net surplus of £376,008 (2020: deficit of £19,747). Funds stood at £3,692,669 at the year-end consisting of £3,679,206 of unrestricted funds and £15,463 of restricted funds. Expenditure increased from £545,422 to £559,588 in the year.

Funds stood at £3,316,661 at the year-end (2020 - 3,302,358) consisting of £3,301,246 of unrestricted funds and £15,463 of restricted funds,

The charity's principal investment holding of COIF Income Shares were valued at £2,081,700 (£1,668,136 at 31 March 2020).

Reserves Policy

The charity's reserves at the year-end stood at £3,679,206 (2020 - £3,301,246) of which £794k is represented by fixed assets which are required for the charity's continuing activities. A fund of approximately £800k is estimated to be required to provide for the members in old age. The balance remaining of £2,085k covers approximately 62 months normal expenditure which the trustees consider to be a reasonable but not excessive provision for the ongoing requirements of the charity. This is particularly in light of the uncertainty of income and the financial commitments of the charity as discussed above.

Both the Church and the Priory are Grade Two listed buildings. The Trustees take seriously their responsibility to care for and maintain these buildings. During the year there was a major refurbishment of the priory. The Trustees try to ensure there is sufficient funding available for maintenance of the buildings.

The charity also held restricted funds totalling £15,463 at the year end. Full details are shown in note 12 to the financial statements.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2021

Risk Review

The Trustees have considered the major risks to which the Charity is exposed. Every effort is being made to mitigate those risks. The key risks for the charity, as identified by the trustees, are described below together with the principal ways in which they are mitigated:

- The Order has an obligation, both moral and legal, to provide care for its members, none of whom has resources of his own and all of whom have devoted a significant part of their lives to the activities of the charity. Wherever possible, care is provided for frail and unwell members within the community. The incidence of such care needs is impossible to predict and the Trustees therefore believe that it is incumbent upon them to maintain reserves at an appropriate level to ensure that the charity is able to meet this obligation – see Reserves Policy above.
- Along with all other organisations who serve in the community, the Trustees recognise the absolute necessity of ensuring the protection and safety of all those the Charity serves. This means that all Fathers who are in any kind of ministry in Great Britain have had to obtain clearance from the Disclosure and Barring Service (DAB). The Trustees are committed to implementing all policies and procedures of the Catholic Safeguarding Advisory Service (CSAS).
- It is absolutely necessary to ensure that our property continue to be safe places for the Fathers and visitors to use. Attention is given to keeping our properties in good repair. General maintenance is regularly carried out. There is an on-going programme to ensure compliance with the increasing demands of Health and Safety Regulations particularly with regard to Fire Regulations. The Trustees regularly review insurance provision.
- The trustees are mindful that at some time in the medium to longer term, there may be issues in relation to succession planning for the governance of the charity. With an ageing group of Fathers, it may be necessary to consider appointing lay trustees (that is trustees who are not members of the Congregation) and/or Fathers from overseas areas where there is a greater pool of younger members. Such steps may require constitutional changes for the charity. The Trustees are in the process of exploring the issues and the options.

Investment Policy

The investment target is to achieve a certain return of both income and capital growth with no more than a moderate level of risk. The charity avoids direct investment in armaments, pornography and “anti-life” pharmaceuticals. The vast majority of the charity’s funds are invested in Common Investment Funds.

During the year the value of the investments recovered following a decline when the pandemic struck in March 2020. The charity takes the view that such investment values are volatile, although it is anticipated that over the longer term there will be increased growth in values. However this volatility emphasises the need for caution when reviewing reserve levels which incorporate their market value.

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 Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether the 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.

COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31 MARCH 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES (continued)

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity (Accounts and Reports) Regulations and with the Trust Deed dated 23 August 1967. 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 1st June 2022 and signed as authorised on their behalf by:

A handwritten signature in brown ink that reads "John Grennan, OED". The signature is written in a cursive style.

Reverend John Grennan
Trustee

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON

Opinion

We have audited the financial statements of Community of the Order of Discalced Carmelites, Kensington for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of the charity's net movement in funds for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees' Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charity, or returns adequate for our audit have not been received from branches not visited by us; or
- sufficient accounting records have not been kept; or
- the charity financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees for the financial statements

As explained more fully in the trustees' responsibilities statement set out on page 5, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF COMMUNITY OF THE ORDER OF DISCALCED CARMELITES, KENSINGTON (continued)

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to compliance with Canon law, employment law, health and safety regulations and charity law, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011 and payroll taxes.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to recognition of income and management bias in certain accounting estimates. Audit procedures performed by the engagement team included:

- Inspecting correspondence with regulators and tax authorities
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulation and fraud
- Evaluating management's controls designed to prevent and detect irregularities
- Identifying and testing journals, in particular journal entries posted with unusual descriptions and those entered at the year-end; and
- Challenging assumptions and judgements made by management in their critical accounting estimates.

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

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body for our audit work, for this report, or for the opinions we have formed.

Haysmacintyre LLP
Statutory Auditors

10 Queen Street Place
London
EC4R 4AG

Date: 1 June 2022

Haysmacintyre LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

THE COMMUNITY OF THE ORDER OF THE DISCALCED CARMELITES, KENSINGTON

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2021

		Unrestricted Funds £	Restricted Funds £	Total 2021 £	2020 £
INCOME FROM:	Notes				
Donations and legacies					
Members stipends and pensions		35,097	-	35,097	24,187
Collections, donations and bequests		213,730	-	213,730	429,707
Grants		-	-	-	141,613
Other					
Other trading activities					
Investments		52,765	-	52,765	61,872
Other		64,025	-	64,025	3,928
Total income		<u>365,617</u>	<u>-</u>	<u>365,617</u>	<u>661,307</u>
EXPENDITURE ON:					
Charitable Activities	2	<u>401,221</u>	<u>1,952</u>	<u>403,173</u>	<u>559,599</u>
Total expenditure		<u>401,221</u>	<u>1,952</u>	<u>403,173</u>	<u>559,599</u>
Net (expenditure)/income before gains on investments		(35,604)	(1,952)	(37,556)	101,719
Net gains on investments		<u>413,564</u>	<u>-</u>	<u>413,564</u>	<u>(121,466)</u>
Net movement in funds		<u>377,960</u>	<u>(1,952)</u>	<u>376,008</u>	<u>(19,747)</u>
RECONCILIATION OF FUNDS					
Fund balances brought forward 1 April 2020		<u>3,301,246</u>	<u>15,415</u>	<u>3,316,661</u>	<u>3,336,408</u>
Fund balance carried forward 31 March 2021		<u><u>£3,679,206</u></u>	<u><u>£13,463</u></u>	<u><u>£3,692,669</u></u>	<u><u>£3,316,661</u></u>

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

BALANCE SHEET

AS AT 31 MARCH 2021

			2021		2020
	Notes	£	£	£	£
FIXED ASSETS					
Tangible fixed assets	6		794,018		774,711
Investments	7		2,081,700		1,668,136
			<u>2,875,718</u>		<u>2,442,847</u>
CURRENT ASSETS					
Debtors	8	394,772		394,581	
Cash at bank and in hand		457,482		497,483	
		<u>852,254</u>		<u>892,064</u>	
CREDITORS: Amounts falling due within one year	9	(35,303)		(18,250)	
NET CURRENT ASSETS			<u>816,951</u>		<u>873,814</u>
NET ASSETS			<u>£3,692,669</u>		<u>£3,316,661</u>
FUNDS					
Unrestricted funds:					
Designated funds- Support of older members	10	800,000		800,000	
General		<u>2,879,206</u>		<u>2,501,246</u>	
			3,679,206		3,301,246
Restricted funds	11		<u>13,463</u>		<u>15,415</u>
			<u>£3,692,669</u>		<u>£3,316,661</u>

The financial statements were approved and authorised for issue by the Board of Trustees on 1 June 2022 and were signed below on its behalf by:

John Grennan, ocd

Reverend John Grennan
Trustee

The notes on pages 11 to 18 form part of these accounts.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	£	£
Cash flows from operating activities:		
Net cash provided by operating activities (see below)	1,420	58,464
Cash flows from investing activities:		
Dividends and interest from investments	52,765	55,539
Purchase of tangible assets	(94,186)	(66,600)
Net cash (used in) investment activities	(41,421)	(11,061)
Change in cash and cash equivalents in the year	(40,001)	47,403
Cash and cash equivalents at the start of the Year	497,483	450,080
Cash and cash equivalents at the end of the year	£457,482	£497,483

NOTES TO THE CASH FLOW STATEMENT

**RECONCILIATION OF NET INCOME/ (EXPENDITURE) TO
NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2021	2020
	£	£
Net income/(expenditure) for the year (as per the Statement of Financial Activities)	376,008	(19,747)
Depreciation charges	74,879	34,361
(Gains)/losses on investments	(413,564)	121,466
Dividends & interest from investments	(52,765)	(55,539)
Increase/(decrease) in creditors	17,053	(21,915)
(Increase) in debtors	(191)	(162)
Net cash provided by operating activities	£1,420	£58,464

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Recommended Practice for Charities (SORP 2015) (Second Edition, effective 1 January 2019).

The charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the Trustees to make significant judgements and estimates. It also requires management to exercise judgment in applying the Charity's accounting policies. The items in the accounts where these judgements and estimates have been made include:

- estimating the economic useful life of tangible fixed assets.

Assessment of going concern

The Trustees have assessed whether the use of the going concern assumption is appropriate in preparing these accounts. The Trustees have made this assessment in respect to a period of one year from the date of approval of these accounts.

The Trustees of the charity have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the charity to continue as a going concern. The Trustees are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due. The most significant areas of judgement that affect items in the accounts are detailed above. With regard to the next accounting period, the year ending 31 March 2022, the most significant areas that affect the carrying value of the assets held by the charity are the level of investment return and the performance of the investment markets (see the investment policy and the risk management sections of the Trustees' Report for more information).

Income recognition

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance is deferred until the criteria for income recognition are met.

In accordance with the Charities SORP FRS102, volunteer time is not recognised.

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1. ACCOUNTING POLICIES (continued)

Expenditure recognition and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on raising funds comprise fees paid in respect of fund management in relation to the charity's quoted investments.
- Expenditure on charitable activities includes the costs of running the charity's community as well as all other costs associated with furthering the charitable purposes of the charity through the provision of its charitable activities. These costs comprise charitable grants and donations, direct and support costs in respect to the support of members of the Congregation and their ministry. It also includes governance costs.

Charitable grants and donations are made where the Trustees consider there is real need following a review of the details of each particular case and comprise single year payments rather than multi-year grants. Grants and donations are included in the statement of financial activities when approved for payment. Provision is made for grants and donations approved but unpaid at the period end.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Tangible Fixed Assets

Prior to 31 March 1996 all capital expenditure was written off as incurred. In order to arrive at a reasonable valuation of parish property, taking into account age, type, condition and life expectancy, the Trustees considered that present insured values should be discounted by around 50% and in subsequent years be depreciated at 2% per annum. Subsequent acquisitions or improvements are capitalised at cost. The estimated value of furniture and equipment at 1 April 1996 has been capitalised in the financial statements. Subsequent additions are capitalised at cost.

Improvements to land and buildings and purchase of other assets costing more than £2,000 are capitalised.

Depreciation is calculated by the straight line method to write off the cost/value, less anticipated residual value, over the expected useful lives of assets as follows.

Freehold buildings	50 years
Leasehold buildings	Over period of lease
Furniture and equipment	5 years
Property improvements	4 years
Computers, IT & Media	3 years

Investments

Quoted investments are stated at their fair value.

Realised and unrealised gains (or losses) are reflected in the Statement of Financial Activities in the year in which they occur. No distinction is made between realised and unrealised gains in the Statement of Financial Activities as the Trustees consider that the disclosure of total gains/losses show a truer and fairer view.

Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Designated funds – these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.
- Restricted funds – these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1. ACCOUNTING POLICIES (continued)

Financial Instruments

The charity only holds financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and in hand includes cash and bank accounts.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. EXENDITURE -2021

	Staff Costs £	Depreciation £	Other £	2021 Total £	2020 Total £
Charitable activities:					
Advancement of religious work					
Church	39,620	-	66,670	106,290	133,194
Premises and equipment	39,620	74,879	34,917	149,416	255,114
Community expenditure	-	-	85,419	85,419	98,298
Charitable payments	-	-	41,723	41,723	78,078
Governance costs	-	-	20,325	20,325	14,777
	<u>£79,240</u>	<u>£74,879</u>	<u>£249,054</u>	<u>£403,173</u>	<u>£579,461</u>

All other costs are directly attributable to the activities to which they relate. Support costs - staff costs, where members of staff work on multiple activities are allocated on the basis of time spent.

EXENDITURE -2020

	Staff Costs £	Depreciation £	Other £	2020 Total £
Charitable activities:				
Advancement of religious wor				
Church	41,014	-	82,343	123,257
Premises and equipment	41,013	34,361	179,740	255,114
Community expenditure	-	-	88,362	88,362
Charitable payments	-	-	78,078	78,078
Governance costs	-	-	14,777	14,777
	<u>82,027</u>	<u>34,361</u>	<u>443,200</u>	<u>559,588</u>
Raising funds:				
Repository costs	-	-	-	-
	<u>£82,027</u>	<u>£34,361</u>	<u>£443,200</u>	<u>£559,588</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2021

CHARITABLE PAYMENTS

	2021	2020
	£	£
Charitable payments comprise:		
ODC Carmelites – Retreat House Chester	11,620	11,119
Growing in Faith	-	15,058
Carmelite Provincial Fund	12,400	12,000
Friends of Whitefriars Oxford Trust	-	17,925
RAHAB Project	8,250	9,000
Others	9,453	976
	<u>£41,723</u>	<u>£66,078</u>

3. GOVERNANCE COSTS

	2021	2020
	£	£
These comprise:		
Auditors remuneration - Audit	7,700	7,700
- Accountancy	6,462	7,077
Legal fees	6,162	-
	<u>£20,325</u>	<u>£14,777</u>

4. STAFF COSTS

	2021	2020
	£	£
Wages and other staff costs	61,928	70,097
Social security costs	5,454	5,468
Pension costs	5,275	1,298
Casual wages	6,583	5,831
	<u>£79,240</u>	<u>£82,694</u>

The average numbers of full-time equivalent employees in the year was:

	No.	No.
Church and Community	<u>2</u>	<u>2</u>

The charity's key management personnel are its trustees who are unremunerated.

5. TRANSACTIONS WITH TRUSTEES

The trustees of the Charity are also members of the Order and as such have taken vows of poverty under which they have renounced all personal rights to income and capital. The Charity provides for all the essential needs of all members of the Order to enable them to live and work together in devotion to the aims of the Order. The living costs of the trustees are therefore borne by the Charity.

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2021

6. TANGIBLE FIXED ASSETS

	Property Improvement	Freehold Land and Buildings	Long Leasehold Land and Buildings	Motor Vehicles	Computers, IT & Media	Furniture And Equipment	Total
	£	£	£	£	£	£	£
Valuation/Cost							
At 1 April 2020	186,130	1,250,000	4,335	11,500	-	85,514	1,537,479
Additions	75,543	-	-	11,325	7,318	-	94,186
At 31 March 2021	261,673	1,250,000	4,335	22,825	7,318	85,514	1,631,665
Depreciation							
At 1 April 2020	63,713	600,000	2,041	11,500	-	85,514	762,768
Charge for year	47,123	25,000	85	2,180	491	-	74,879
At 31 March 2021	110,836	625,000	2,126	13,680	491	85,514	837,647
Net Book Value							
At 31 March 2021	£150,837	£625,000	£2,209	£9,145	£6,827	£-	£794,018
At 31 March 2020	£122,417	£650,000	£2,294	£-	£-	£-	£774,711

Net book value at 31 March 2021 represents Fixed Assets used for direct charitable purposes.

7. INVESTMENTS

	2021 £	2020 £
Listed investments at market (fair) value		
Balance at 1 April 2019	1,668,136	1,789,602
Additions	-	-
Disposals	-	-
Gains and losses	413,564	(121,466)
Balance at 31 March 2020	£2,081,700	£1,668,136
Represented by:		
Listed on, or valued by referenced to, a UK stock exchange		
Common Investment Fund – COIF Charities Investment Fund – income shares	2,075,488	1,663,209
Equities and preference shares	6,212	4,927
	£2,081,700	£1,668,136
Investment income comprises:		
From listed investments	52,427	51,673
Bank deposit interest	338	1,866
	£52,765	£53,539

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2021

8. DEBTORS				2021	2020
				£	£
Sundry debtors				390,139	390,139
Prepayments				4,633	4,442
				<u>£394,772</u>	<u>£394,581</u>
9. CREDITORS				2021	2020
				£	£
Trade creditors				12,791	1,846
Taxation and social security				300	300
Accruals and deferred income				20,454	14,428
Other taxes and social security				1,758	1,676
				<u>£35,303</u>	<u>£18,250</u>
10. DESIGNATED FUNDS					
(a) Support of older members					
The trustees have designated funds to provide for the charity's commitment to provide for the retirement and care in old age and sickness of the Order's members.					
(b) Analysis of movements – 2021					
	1 April 2020	Income	Expenditure, Gains and Transfers	31 March 2021	
	£	£	£	£	
Support of older members	800,000	-	-	800,000	
Analysis of movements – 2020					
	1 April 2019	Income	Expenditure, Gains and Transfers	31 March 2020	
	£	£	£	£	
Support of older members	800,000	-	-	800,000	
11. RESTRICTED FUNDS - 2021	Balance at 1 April 2020	Income	Expenditure	Gains and Transfers	Balance at 31 March 2021
	£	£	£	£	£
Priest's Training Fund	11,620		-	-	11,620
Choir Fund	3,795	-	(1,952)	-	1,843
	<u>£15,415</u>	<u>£104,262</u>	<u>£(1,952)</u>	<u>-</u>	<u>£13,463</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2021

RESTRICTED FUNDS – 2020	Balance at 1 April 2019 £	Income £	Expenditure £	Gains and Transfers £	Balance at 31 March 2020 £
Upkeep and maintenance of the Church	-	117,993	(117,993)	-	-
Sick and Retired Priests fund	-	12,000	(12,000)	-	-
Priest's Training Fund	-	11,620	-	-	11,620
Choir Fund	34,050	-	(30,255)	-	3,795
	<u>£34,050</u>	<u>£ 141,613</u>	<u>£(160,248)</u>	<u>£ -</u>	<u>£15,415</u>

Upkeep and maintenance of the Church

Grants were received as part of the Growing in Faith Programme and from St Theresa's Church. The funds were to be used for the upkeep and maintenance of the fabric of the Church. The fund was spent in the year.

Sick and Retired Priest's Fund

A grant was also received as part of the Growing in Faith Programme. This fund was transferred to the Carmelite Provincial Fund which provides care for sick and retired priests.

Priest's Training Fund

As part of the Growing in Faith Programme, a grant was provided in the previous year for training of priests. This amount has been carried forward for future spending.

Choir Fund

Funds were transferred from the Carmelite Church Choir Trust when that Trust deregistered from the Charity Commission. Funds are to be used to maintain and promote the Church's choir and have been spent on this in the year.

12. ALLOCATION OF NET ASSETS BETWEEN FUNDS - 2021

	Unrestricted Fund £	Restricted Fund £	2021 Total £	2020 Total £
Fixed assets	794,018	-	794,018	774,711
Investments	2,081,700		2,081,700	1,668,136
Current assets	838,791	13,463	852,254	892,064
Creditors	(35,303)	-	(35,303)	(18,250)
	<u>£3,679,206</u>	<u>£13,463</u>	<u>£3,692,669</u>	<u>£3,316,661</u>

ALLOCATION OF NET ASSETS BETWEEN FUNDS - 2020

	Unrestricted Fund £	Restricted Fund £	2020 Total £
Fixed assets	774,711	-	774,711
Investments	1,668,136		1,668,136
Current assets	876,649	15,415	892,064
Creditors	(18,250)	-	(18,250)
	<u>£3,281,373</u>	<u>£15,415</u>	<u>£3,316,661</u>

**THE COMMUNITY OF THE ORDER OF
THE DISCALCED CARMELITES, KENSINGTON**

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 MARCH 2021

13. CONNECTED CHARITIES

The following are connected charities:

Charity Registration No

Carmelite Provincial Fund	284525
Discalced Carmelites (England)	27224
Friends of Whitefriars Oxford Trust	207738
Carmelite Church Choir Trust	1059899
St Joseph's Roman Catholic Church and Priory Gerrards Cross	249602

During the year £12,400 (2020: £12,000) was paid to the Carmelite Provincial Fund, £nil (2020: £17,905) and nil was paid to Friends of Whitefriars Oxford Trust.

14. STATEMENT OF FINANCIAL ACTIVITIES – 2020

	Unrestricted Funds £	Restricted Funds £	Total 2020 £
INCOME FROM:			
Donations and legacies			
Members stipends and pensions	24,187	-	24,187
Collections, donations and bequests	429,707	-	429,707
Grants	-	141,613	141,613
Other			
Other trading activities			
Repository sales	-	-	-
Investments	61,872	-	61,872
Other	3,928	-	3,928
Total income	519,694	141,613	661,307
EXPENDITURE ON:			
Charitable Activities	399,340	160,248	559,588
Total expenditure	399,340	160,248	559,588
Net income before gains and losses on investments	120,354	(18,635)	101,719
Net gains on investments	(121,466)	-	(121,466)
Net movement in funds	(1,112)	(18,635)	(19,747)
RECONCILIATION OF FUNDS			
Fund balances brought forward 1 April 2019	3,302,358	34,050	3,336,408
Fund balance carried forward 31 March 2020	£3,301,246	£15,415	£3,316,661