

**ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST OCTOBER 2021**

**THE INTERNATIONAL
HERMENEUTIC SOCIETY**

CHARITY REGISTRATION No: 263101

Castle View Accounting Ltd
New Barn
Mudberry Lane
Bosham
Chichester
West Sussex
PO18 8TS

THE INTERNATIONAL HERMENEUTIC SOCIETY

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THE INTERNATIONAL HERMENEUTIC SOCIETY

LEGAL AND ADMINISTRATIVE INFORMATION

CHARITY NUMBER	263101
DATE OF REGISTRATION	23rd September 1971
START OF FINANCIAL YEAR	1st November 2020
END OF FINANCIAL YEAR	31st October 2021
TRUSTEES AT 31ST OCTOBER 2021	Leeon Wong Ken Lowe Derek Murray Elizabeth Nesbitt Richard Freeman (Appointed 3rd March 2021) Naomi O'Toole (Appointed 23rd May 2021) Rose Preston (Appointed 27th June 2021) Janet Norwood (Custodian Trustee - Appointed 12th August 2021) Richard Evans (Resigned 12th August 2021) Caroline Wakefield (Appointed 23rd May 2021 & Resigned 22nd Sept 2021)
LEGAL STATUS	Unincorporated Charity
GOVERNING INSTRUMENT	Rule Adopted 23rd September 1971, as Amended 24th January 1999, as Amended 28th January 2001, as Amended 26th January 2003, as Amended 31st January 2016, as Amended 7th October 2018.
OBJECTS	To promote research and study into spiritual psychological and scientific knowledges for the purposes of discovering principles for the practical improvement and spiritual and physical well-being of mankind and to to teach and otherwise provide facilities for the dissemination to the public of the results of such research and study and for that purpose to provide libraries study centres and other suitable places where such research study teaching and dissemination as foresaid may be conducted or carried on.
CORRESPONDENCE ADDRESS	Tan Y Garth Hall Pontfadog Llangollen LL20 7AS
PRIMARY BANKERS	TSB Bank Plc Henry Duncan House 120 George Street Edinburgh EH2 4LH
INDEPENDENT EXAMINERS	Castle View Accounting Ltd New Barn Mudberry Lane Bosham Chichester West Sussex PO18 8TS

THE INTERNATIONAL HERMENEUTIC SOCIETY

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31ST OCTOBER 2021

Ongoing Covid 19 Pandemic

The Covid 19 pandemic continued to cast a shadow over the year resulting in an ongoing struggle in and out of lockdown which threaten the continued operation of Tan-y-Garth Hall as a centre for the Society's work due to the loss of our main source of income and the ongoing fit for purposes issues. This also caused the cancellation of the previous year's AGM in line with Charity Commission advice.

In between lockdowns, a system of Covid protocols were developed and introduced to make it possible for limited re-opening for non-residential events and self-catering stays. The Hall was put on the market for sale as a precaution to ensure the Society did not end up in a forced sale position as had nearly happened during the previous year when Covid first struck. Although this proved to be an unsettling and time consuming experience, it resulted in the opening up of new possibilities for a route to being able to survive the threats and for the Society to retain and reopen the Tan-y- Garth Hall for its work. This was due to the sale of two pieces of unused land for £50,000 which eventually financed our Covid Recovery Plan.

Overview

Coming through what we hope is the other side of Covid it is important to review where we are and what we have learned and achieved. The Covid pandemic sharpened us up and forced us to consider and progress difficult options such as the potential sale of the Hall, and ask if there was value in continuing the IHS, as detailed in last year's annual report.

One area that become clear during Covid was that our existing unincorporated charitable status was not fit for purpose for the activities we currently carry out and our plans for future growth. e.g. none of the government support or grants in Wales were accessible to unincorporated charities and our bank will not make loans to unincorporated charities. Due to our increased activities and footfall at the Hall, the personal risk to the trustees has increased to an unreasonable level. Even though we have not changed our core objectives, simply because of our charitable status, we are limiting what we can access and what we can do. We are there proposing to move to an incorporated charitable structure.

We have been resolute in our focus and will to find a way to keep the work going and re-establish a focal point relevant to the current time and place and for generations to come. We have acted with clear intent and avoided prejudging the outcomes and created space for new ways to open up despite it being nerve wracking at times. It has been 4 years since we presented our strategic plan. Since then, it has been a journey of discovery and constant challenges greater than expected. All of the hard work and support during this time has in the last year resulted in a number of key milestone being actualised:

1. For the first time, we have generated enough income from none core activities to pay for the running of the Hall for a sustained period of time between August and October 2021. Around £8,000 in total. The plan we set out 4 years ago was for the Hall to pay for its own up keep. This is a crucial milestone for the long term viability of the Hall and the IHS and for the first time we have seen this becoming a reality.
2. We have been awarded £20,000 in grants. £10,000 of which will come from the Community Lottery Fund for activities next year. This shows that we can present ourselves as a credible Charity and Organisation which can attract external funding and play a role in the local community.
3. Substantial repairs to the roof including replacing a third of the lead valleys, repairing four of the six chimney stacks, replacing the roof on the verandah and establishing a rolling programme to manage ongoing maintenance and restoration.
4. We have established a successful working group to shape and form the IHS teaching programme for the coming year. However this will need better admin support going forward.
5. The Hall has been made ready to re-open for residential retreats in 2022 so that we can return to our core objectives of providing teaching and study activities.

Looking at the wider time frame over the past 4 years there has been £45,982 of actual cash invested back into the Hall on maintenance, repairs and capital. In the coming year there will be a further £15,000 spent on the long standing key fit for purpose issue of fire compliance through the installation an L2 fire alarm system which will enable the Hall to safely re-open for residential retreats.

THE INTERNATIONAL HERMENEUTIC SOCIETY

TRUSTEES' ANNUAL REPORT (Continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

We can now see and feel what all the support from our members and friends has led to. There is now a tangible feeling of support and collective will to carry on with what we have always been doing but in a current and relevant way that is being taken up by new people and existing members who are enthused with what we are doing and what they see.

Membership

There were seventy six paid up members of the Society during the year. The membership of one person was not renewed by the Trustees due to their unconstitutional actions against the Society. Friends of Tan-Y-Garth Hall stood at eleven. Although still few in number this scheme was seeing slow burn growth and included two people subscribing monthly.

Trustees

The IHS Council of managing trustees met eight times in year during which time it continued to be difficult recruiting both types of trustees needed to run the Society. The introduction of Zoom meetings as a result of advice from the Charity Commission during the pandemic, helped widened participation from members that previously lived too far away to attend meetings. This resulted in four new members to the IHS Council, Richard Freeman, Naomi O'Toole, Rose Preston and Caroline Wakefield. The latter subsequently retired for family reasons along with Richard Evans who retired due to ill health. Custodian Trustee, John Bailey died and was replaced by Janet Norwood to serve alongside Howard Rose as the names on the title deeds to the Hall. This was necessary to facilitate the sale of land assets which were key to the Covid recovery plan, Survive & Thrive adopted by the Council.

Having been at the helm for 4 years and managed to guide the IHS through very challenging times and considerable change our Chairman Leon Wong stepped down from the Chair and the Council at the AGM.

Covid Recovery Plan

The process of putting the Hall on the market in autumn 2020 resulted in a cash offer to purchase the Hall in February 2021. In the meantime the interest generated in the proposed sale resulted in above market value offers to buy two pieces of land which were not being used and had not been used for a long time. This allowed us to develop a two years recovery plan financed by selling these as they would potentially provide enough resources to both pay off our loans of £25,000, and address sufficient of the fit for purpose building issues, to permit us to re-commence residential based operation. This was the key requirements we set ourselves at the time of being forced to shut down.

Thus by February 2021 the Trustees were in a position to make a straight choice between the proposed recovery plan financed by £50,000 from land sales, or selling the Hall. After due consideration the trustees chose the recovery plan and appointed a surveyor to conduct the necessary valuations and negotiations on our behalf. Although this process became protracted throughout the remainder of the year, due to short term, interest free loans, made by some of the trustees, it was possible for us to commence the works during the summer in time to begin a phased re-opening by mid July. This allowed us to exploit opportunities for 'staycation' holidays throughout the summer school holidays pending the completion of the land sales which would finance the new fire alarm and other fit for purpose works.

Fit for Purpose and Building Works

The works included; substantial repairs to four six chimney stacks, renewal of the verandah roof and restoration of its ceilings and soffits, repairs to the driveway along with widening of its entrance and passing places, pointing on the stone entrance stairway, a new stove fitted in the library, redecoration of six bedrooms, the upstairs kitchen, the main office and cloakroom plus partial redecoration of the dining room and studio. The large dining room was developed to serve as a pop-up tea room with some new furnishings and lighting added where needed. Following the acquisition of an old 4 x 4 estate car, an even older trailer was rebuilt and the two, combined with new power tools purchased and two new lightweight scaffolding towers which were donated, to have a big impact on our capacity to cope with the building works.

Events

The Programme planned for the year was largely cancelled due to Covid. However, a limited programme of events was delivered by Zoom video conference including Dhyana Yoga with Keith ap Owen and two workshops with Alan Roberts organised in association with The Eugene Halliday Association. A Zoom presentation of our Covid recovery plan was also very well attended and received. Works were completed in time to host some pop up cafe fundraising events during the summer holidays which began with a splendid opera concert and ended with a post lockdown social event.

THE INTERNATIONAL HERMENEUTIC SOCIETY

TRUSTEES' ANNUAL REPORT (Continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

Accommodation / Venue Hire

As previously noted we were able to re-open our accommodation in time to benefit from high demand from Air BnB as most people were unable to travel abroad at that time. Many new people came for the first time and we achieved 100% 5 star ratings across all review categories. It was also observed that most people who came were not just interested in the building but also the work of the charity. In this respect it served as effective marketing for the centre and its work. Another milestone was achieved with a booking from a group of post-graduate film students from the University of South Wales, who shot two short films at the Hall, confirming the potential for this market. This prompted us to review our venue hire policy as a lot of work had gone into this in the past without achieving any return. We concluded that we should focus on not for profit groups in future and develop film location options.

Administration

The year saw a significant increase in administration due to increased turnover and the two land sales to finance the recovery plan. Our cash flow forecasting was correspondingly developed to cope with the demands and new capacity and skills were added thanks to a regular commitment from a new volunteer and a new computer. Significant work was also done with our accountants and advisors on researching the case for a voluntary VAT registration and resources were invested in hiring professional grant writing support, which eventually led to a first grant from an external body.

For the year ahead there is as always, a lot of work to do. The next major milestones are:

1. To deliver next years budget by completing fit for purpose works so that we can re-open for residential retreats trading with a surplus budget, restoring our working capital whilst repaying our loans (i.e. Year 2 of our Covid Recovery Plan).
2. Increasing our capacity by recruiting new local people to help run the centre.

Having been at the helm for 4 years and managed to guide the IHS through very challenging times and considerable change our Chairman Leeon Wong indicated his intention to step down at the next AGM.

THE INTERNATIONAL HERMENEUTIC SOCIETY

TRUSTEES' ANNUAL REPORT (Continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

Trustees' Responsibilities

The Charities Act 2011 require 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 surplus of the Charity for that period. In preparing those financial statements the trustees are required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Prepare financial statements on the going concern basis unless it is inappropriate to presume that the trust will continue in existence.

The trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Charity. 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 20/3/22

Signed on their behalf by Trustee Derek Murray

Printed Name:

Derek Murray (SECRETARY)

THE INTERNATIONAL HERMENEUTIC SOCIETY

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

Report to the trustees/ members of The International Hermeneutic Society on the accounts for the year ended 31st October 2021 set out on pages 9 to 18.

Respective responsibilities of trustees and examiner

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

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention

Basis of independent examiner's statement

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

Independent examiner's statement

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

1. which gives me reasonable cause to believe that in, any material respect, the requirements:
 - to keep accounting records in accordance with section 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

have not been met; or

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

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Date 31st August 2022

THE INTERNATIONAL HERMENEUTIC SOCIETY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST OCTOBER 2021

	Notes	Unrestricted Funds £	Restricted Funds £	TOTAL 2020/21 £	TOTAL 2019/20 £
INCOMING RESOURCES					
Incoming Resources from Generated Funds					
Donations, Grants & Legacies	3a	11,403	-	11,403	16,397
Charitable Activities	3b	40	-	40	1,370
Activities for Generating Funds	3c	14,481	-	14,481	9,188
Other Incoming Resources	3d	180	-	180	1,169
TOTAL INCOMING RESOURCES		26,104	-	26,104	28,125
RESOURCES EXPENDED					
Costs of Generating Funds					
Cost of Charitable Activities	4a	49,187	11,502	60,689	27,370
Governance Costs	4b	3,650	-	3,650	650
TOTAL RESOURCES EXPENDED		52,837	11,502	64,339	28,020
NET INCOMING (OUTGOING) RESOURCES		(26,733)	(11,502)	(38,235)	105
Funds Brought Forward		685,148	10,000	695,148	695,043
Transfer Between Funds		(1,502)	1,502	-	-
Revaluation of Land & Buildings	2 & 17	70,000	-	70,000	-
TOTAL FUNDS CARRIED FORWARD		726,913	-	726,913	695,148

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 11 to 19 form part of these financial statements.

THE INTERNATIONAL HERMENEUTIC SOCIETY

BALANCE SHEET AS AT 31ST OCTOBER 2021

	Note	Unrestricted Funds £	Restricted Funds £	Total 31-Oct-21 £	Total 31-Oct-20 £
Fixed Assets					
Tangible Assets	2	772,021	-	772,021	700,000
Investments	6	-	-	-	-
Total Fixed Assets		772,021	-	772,021	700,000
Current Assets					
Debtors & Prepayments	8	110	-	110	-
Cash at Bank and in Hand	7	2,215	-	2,215	23,439
Total Current Assets		2,325	-	2,325	23,439
Creditors: Amounts due within one year	9	31,983	-	31,983	13,291
NET CURRENT ASSETS		(29,658)	-	(29,658)	10,148
TOTAL ASSETS less current liabilities		742,363	-	742,363	710,148
Creditors: Long Term Liabilities	10	15,450	-	15,450	15,000
NET ASSETS		726,913	-	726,913	695,148
Funds of the Charity					
General Funds		726,913	-	726,913	685,148
Restricted Funds	5	-	-	-	10,000
Total Funds		726,913	-	726,913	695,148

Approved by the Trustees on 20/3/22

Signed on their behalf by Trustee Denek Murray

Printed Name:

DENEK MURRAY (SECRETARY)

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST OCTOBER 2021

1. ACCOUNTING POLICIES

Basis of Preparation & Assessment of Going Concern

Basis of Preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP - FRS102) and the Charities Act 2011.

The Charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost unless otherwise stated in the relevant accounting policy notes.

Assessment of Going Concern

Preparation of the accounts is on a going concern basis. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Incoming Resources

Recognition of Incoming Resources

These are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability

Incoming Resources with Related Expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resource and related expenditure are reported gross in the SOFA.

Grants and Donations

Grants and Donations are only included in the SOFA when the charity has unconditional entitlement to the resources.

Tax Reclaims on Donations and Gifts

Incoming resources from tax reclaims are included in the SOFA at the same time as the gift to which they relate.

Contractual Income and Performance Related Grants

This is only included in the SOFA once the related goods or services has been delivered.

Gifts in Kind

Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised. Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind for use by the charity are included in the SOFA as incoming resources when receivable.

Donated Services and Facilities

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

Volunteer Help

The value of any voluntary help received is not included in the accounts.

Investment Income

This is included in the accounts when receivable.

Investment Gains and Losses

This included any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

1. ACCOUNTING POLICIES (continued)

Expenditure and Liabilities

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees meetings and cost of any legal advice to trustees on governance or constitutional matters.

Grants with Performance Conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SOFA once the recipient of the grant has provided the specified service or output.

Grants Payable without Performance Conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to a grant which remain in control of the charity.

Investments

Investments quoted on a recognised stock exchange are valued at market value at the year end. Other investment assets are included at trustees' best estimate of market value.

Unrestricted funds

These funds can be used for the general objectives of the charity as set out in the trustees report. The movements of the unrestricted funds are given in the Statement of Financial Activities.

Restricted funds

These funds are where the donor has specified a purpose for the donation made. These restrictions often arise as a result of appeals for special offerings for specific purposes.

Designated funds

These funds are funds set aside by the trustees out of unrestricted general funds for particular purposes or projects.

Fixed Assets

Fixed Assets are capitalised if they can be used for more than one year and cost at least £1,500. They are valued at cost or, if gifted, at the value to the charity on receipt.

Depreciation Expense

Depreciation is calculated at a rate to write off the cost of tangible fixed assets over their estimated useful lives. The rates applied are as follows:

Fixtures, Fittings and Equipment	25% - Reducing Balance
Motor Vehicles	25% - Reducing Balance

Amortisation

No amortisation is charged to freehold Land and Buildings as the Land and Buildings is maintained to such a standard that the estimated residual value is not less than cost.

Changes in Accounting Policies and Methods of Accounting

There has been no change to the accounting policies (variation rules and methods of accounting) since last year.

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

2. TANGIBLE FIXED ASSETS

		Land & Buildings £	Motor Vehicle £	Total 2020/21 £
Cost	01-Sep-20	700,000	-	700,000
Additions		-	2,695	2,695
Revaluation		70,000	-	70,000
Net Book Value at	31-Oct-21	<u>770,000</u>	<u>2,695</u>	<u>702,695</u>
Depreciation	01-Sep-20	-	-	-
Charge		-	674	674
Depreciation at	31-Oct-21	<u>-</u>	<u>674</u>	<u>674</u>
Net Book Value	31-Oct-21	<u>770,000</u>	<u>2,021</u>	<u>772,021</u>
Net Book Value	31-Oct-20	<u>700,000</u>	<u>-</u>	<u>700,000</u>

The annual commitments under non-cancelling operating leases and capital commitments are as follows:

31st October 2021 : None

31st October 2020 : None

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

3. INCOMING RESOURCES

	Unrestricted Funds £	Restricted Funds £	TOTAL 2020/21 £	TOTAL 2019/20 £
a) Donations, Grants & Legacies				
Gift Aid	1,619	-	1,619	888
Gifts & Donations	9,784	-	9,784	5,509
Grants Received	-	-	-	10,000
	11,403	-	11,403	16,397
b) Charitable Activities				
Courses	-	-	-	1,165
Tapes & Publications	40	-	40	205
	40	-	40	1,370
c) Activities for Generating Funds				
Accommodation Income	7,655	-	7,655	381
Fundraising Income	1,623	-	1,623	5,942
Membership Subscriptions	3,468	-	3,468	2,865
Venue Hire	1,735	-	1,735	-
	14,481	-	14,481	9,188
d) Other Incoming Resources				
Sundry Income	180	-	180	1,169
	180	-	180	1,169

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

4. RESOURCES EXPENDED

	Unrestricted Funds £	Restricted Funds £	TOTAL 2020/21 £	TOTAL 2019/20 £
a) Cost of Charitable Activities				
Advertising & Publicity	1,003	-	1,003	405
Cleaning Costs	865	-	865	-
Depreciation Expense	674	-	674	-
Equipment Costs	982	-	982	-
Fundraising Costs	2,716	-	2,716	373
House Keeping Costs	4,574	-	4,574	3,232
Insurance Costs	4,988	-	4,988	4,734
Motor Vehicle Costs	1,713	-	1,713	825
Printing, Postage & Stationery	355	-	355	146
Rent & Rates	3,610	-	3,610	3,662
Repairs & Maintenance	18,493	11,502	29,995	894
Sundry Expenses	345	-	345	1,218
Tapes & Publications	87	-	87	125
Telephone Costs	957	-	957	905
Travel & Subsistence	1,665	-	1,665	980
Utility Costs	6,160	-	6,160	6,751
Volunteers Expenses	-	-	-	3,120
	49,187	11,502	60,689	27,370
b) Governance Costs				
Independent Examiners Fees	700	-	700	650
Legal & Professional Fees	2,500	-	2,500	-
Loan Interest	450	-	450	-
	3,650	-	3,650	650

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

5. RESTRICTED FUNDS

CURRENT FINANCIAL YEAR

	Balance 01-Nov-20 £	Income £	Expenditure £	Transfers £	Balance 30-Oct-21 £
Roof Repair Fund	10,000	-	11,502	1,502	-
	10,000	-	11,502	1,502	-

PREVIOUS FINANCIAL YEAR

	Balance 01-Nov-19 £	Income £	Expenditure £	Transfers £	Balance 30-Oct-20 £
Roof Repair Fund	-	10,000	-	-	10,000
	-	10,000	-	-	10,000

The Restricted funds held are wholly represented by the Charity's cash reserves are to be expended as specified above.

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

6. INVESTMENTS

The Charity held no fixed assets investments during this or the previous financial year.

7. CASH AT BANK AND IN HAND

	Unrestricted Fund £	Restricted Fund £	Total 31-Oct-21 £	Total 31-Oct-20 £
Cash at Bank & in Hand	2,215	-	2,215	23,439
	2,215	-	2,215	23,439

8. DEBTORS AND PREPAYMENTS

	Unrestricted Fund £	Restricted Fund £	Total 31-Oct-21 £	Total 31-Oct-20 £
Sundry Debtors	110	-	110	-
	110	-	110	-

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Unrestricted Fund £	Restricted Fund £	Total 31-Oct-21 £	Total 31-Oct-20 £
Independent Examiners Fees	700	-	700	1,300
Member Loans	31,000	-	31,000	10,000
Sundry Creditors	283	-	283	1,991
	31,983	-	31,983	13,291

10. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	Unrestricted Fund £	Restricted Fund £	Total 31-Oct-21 £	Total 31-Oct-20 £
Bridging Loan	15,450	-	15,450	15,000
	15,450	-	15,450	15,000

During the previous financial year, the Trustee of The International Hermeneutic Society agreed to obtain a loan from Mr P. Richards to assist with supporting the short term cashflow requirements in furtherance of the Charitable objects. The loan will become payable when the Charity has sufficient resources to settle outstanding liabilities and the short term loan has been taken at a rate of 3% payable per annum.

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Fund £	Restricted Fund £	Total 31-Oct-21 £	Total 31-Oct-20 £
Tangible Fixed Assets	772,021	-	772,021	700,000
Net Current Assets	(29,658)	-	(29,658)	10,148
Long Term Liabilities	-	-	-	-
TOTAL FUNDS	742,363	-	742,363	710,148

12. STAFF COSTS AND NUMBERS

The Charity employed no members of staff during this or the previous financial year.

13. PAYMENTS TO TRUSTEES AND OTHER RELATED PARTIES

During the financial year Trustee Derek Murray received £7,800 (2019/20:£7,800) in benefits in kind for boarding and lodging costs in his capacity as the Resident Building Custodian in furtherance of the Charitable objects.

During the financial year Trustee Derek Murray made an interest free loan of £4,500 and Trustee Elizabeth Nesbitt made an interest free loan of £500 to The International Hermeneutic Society to assist with supporting the short term cashflow requirements in furtherance of the Charitable objects. The loans will become payable when the Charity has sufficient resources to settle outstanding liabilities.

During the financial year Way Project Management Ltd (Registered Company Number 12360397) made an interest free, short term loan of £16,000 to assist The International Hermeneutic Society with the short term cashflow requirements in furtherance of the Charitable objects. Trustee Mr L. Wong and Mrs G. Wong are also the Directors and shareholders of Way Project Management Ltd (Registered Company Number 12360397) and all conflicts of interest have been managed and documented in accordance with the Charity's Governing Document. The loans will become payable when the Charity has sufficient resources to settle outstanding liabilities.

No loan repayments were made to the members during the financial year and the only other payments made to the Trustees consisted of reimbursements of expenses incurred in furthering the Charity's objects and no other direct benefits were received by the Trustees during the financial year.

No other payments were made to the Trustees or any persons connected with them during this financial year. No other material transaction took place between the organisation and a Trustee or any person connected with them.

14. RISK ASSESSMENT

The Trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining the free reserves stated, combined with the annual review of the controls over key financial systems carried out on an annual basis will provide sufficient resources in the event of adverse conditions. The Trustees have also examined other operational and business risks which they face and confirm that they have established systems to mitigate the significant risks.

15. RESERVES POLICY

The Trustees have considered the level of reserves they wish to retain, appropriate to the Charity's needs. This is based on the Charity's size and the level of financial commitments held. The Trustees aim to ensure the Charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The Trustees will endeavour not to set aside funds unnecessarily.

THE INTERNATIONAL HERMENEUTIC SOCIETY

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST OCTOBER 2021

16. PUBLIC BENEFIT

The Charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. Details of how the Charity has achieved this are provided in the Trustees report. The Trustees confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the Charity should undertake

17. REVALUATION OF LAND & BUILDINGS

During the financial year the Trustees of The International Hermeneutic Society sought guidance and advice regarding the current market valuation of the Land and Buildings held at Tan Y Garth Hall, Pontfadog, Llangollen, LL20 7AS. The Trustees have agreed that the current market value of the Land and Buildings held should be reflected at a cost £770,000 as at the 31st October 2021.