



FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2021

A Company Limited by Guarantee

Registered Company number 01830397

Registered Charity number 289862

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FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Revd. A. Malcolm Revd. C. Card-Reynolds Revd. S. Anderson Baroness A. Harris Revd. Canon J. Chambers Revd. G. Naylor Revd. Andrew Crosbie (Resigned 30 September 2021) David Ballance (Appointed 30 September 2021)
Administrative Support	Linden Sheffield
Charity number	289862
Company number	01830397
Mailing Address	348 Hughenden Gardens Village, Hughenden Boulevard, High Wycombe HP13 5GH
Registered Office	65-68 Leadenhall Street, London EC3A 2AD
Auditors	Knox Cropper LLP Chartered Accountants 65-68 Leadenhall Street, London EC3A 2AD
Bankers	Reliance Bank Ltd Faith House, 23-24 Lovat Lane, London EC3R 8EB
Solicitors	HMG Law LLP 126 High Street, Oxford, OX 4DG Wedlake Bell 71 Queen Victoria Street, London EC4V 4AY
Investment Managers	Investec Wealth & Investment 30 Gresham Street, London EC2V 7QP Rathbone Investment Management, 8 Finsbury Circus, London EC2M 7AZ

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their report and accounts for the year ended 31 December 2021 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the company's memorandum and articles of association, the Charities Act 2011, the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 second edition).

STRUCTURE, GOVERNANCE AND MANAGEMENT

The company is registered as a charitable company limited by guarantee. The company is constituted under its Memorandum and Articles and is a registered charity number 289862. The trustees are also the directors for the purposes of company law.

The company is the Trustee of The Society of St John the Evangelist, The Saint George's Trust and of The Sisterhood of the Holy Childhood (all registered charities). As each of these charities is separately constituted, consolidated accounts are not produced.

New trustees are appointed by the company members at the AGM and serve until the next AGM, at which time they put themselves forward for re-election. The trust deed provides for a minimum of three trustees to a maximum of seven trustees.

The Trust does not actively seek new funds or engage in fund raising, but has been supported by a wide membership of lay and ordained people in the "Fellowship of St John". These members work for the aims of the charity through prayer, active support of the work and fellowship.

The Board of Trustees meets at least quarterly. The trustees agree the broad strategy and areas of activity of the Trust, including consideration of grants, investments, risk management and performance. The day to day administration of grants and the processing and handling of applications prior to consideration by the trustees is in the hands of the Administration Officer.

The trustees have a procedures manual, which formalises controls over procedures, including grants, payment authorisation and investments. Also included in the manual are job descriptions for trustees, trustee code of conduct, conflict of interest policy and a policy for trustee expenses.

On appointment, new trustees sign the trustee declaration, committing them to giving of their time and expertise. An induction programme for new trustees includes an initial meeting with the Chair to discuss issues of relevance to the Trust, the history of the charity and its charitable purposes, investments, the grant making process and the roles and responsibilities of the board. New trustees are given a copy of recent board minutes, a copy of the most recent accounts, a copy of the governing trust deed and copies of the Charity Commission's guidance, "The Essential Trustee: What You Need To Know" and "The Hallmarks of an Effective Charity".

All trustees give of their time freely and no remuneration was paid to trustees in the year. Trustees are required to disclose all relevant interests at each board meeting and, in accordance with the trust's policy, withdraw from decisions where a conflict of interest arises.

The charity's trustees have referred to the guidance in the Charity Commission's general guidance on Public Benefit when reviewing the charity's aims and objectives and in planning its future activities. In particular, they have considered how planned activities will contribute to the aims and objectives they have set.

The Trustees wish to thank Revd Andrew Crosbie for his work with the trust, particularly for his invaluable assistance with legal matters. We welcome David Ballance who will bring his extensive experience in fund management to help with our financial decisions. In recognition of Revd Charles Card-Reynolds' work in South Africa on behalf of the Trust, Fr Charles has been given an Honorary Canonry at Cape Town Cathedral.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

OBJECTIVES AND ACTIVITIES

The Trust is engaged in missionary and educational works for the advancement of the Kingdom of Christ, as stated in the company's Memorandum and Articles of Association, its governing document. The Trust administers a group of charities associated with the Anglican Religious Order of the Society of St John the Evangelist.

Our mission statement, vision and objectives have been recently developed and seek to define us as a body and the nature of our mission to enable us to be 'fit for purpose' in the 21st Century.

FSJ Mission Statement
"Serving God ... Serving Others ... Transforming lives"

Mission Vision
Build up the body of Christ by responding to the needs of others

Mission Objectives

- *Have Gospel values at its heart and exist to promote them*
- *Develop mission*
- *Reach out to people across the world to transform lives*
- *Equip and enable others to develop their own and others discipleship*

In addition we believe we should not exclude our SSJE heritage from what we do. We are a Christian charity; we have specific aims and objectives and more importantly have a unique and distinct ethos and identity, that guides, supports and nourishes us in what we do.

In committing to our identity, mission statement, vision and objectives, we continue exploring the areas of work in which we are involved in order for what we do to be relevant, impactful, transforming and transparent. FSJ Mission Ministries are being pioneered and developed in places where the Fellowship of St John has a present connection. The Trustees have extensive practical Mission experience as well as many contacts in the Mission field and this venture will only serve to enhance the effectiveness of the Trust, whilst pinpointing the most critical areas for Mission support.

By example, we are acutely aware that parochial clergy often 'firefight', with too little time and resources to develop a proper ministry of depth and insight. With this in mind we support projects in parishes across the country providing much needed funding to enable growth in mission at the very heart of parish ministry. One of our goals is to support and encourage new ministries, and to this end we have built up useful partnerships with both new and existing organisations to pursue our mission objectives.

The Trust is guided and inspired by the many generations of service of the monks of SSJE, who worked throughout the UK, Africa, India, the Americas and Japan. The Fellowship Ministries in particular, deliver and develop the spirit of service as exemplified by the monks - supporting the Church in our time to respond to the call of mission by incarnation and local initiatives. The Trust furthers its objects by making grants to both domestic and foreign agencies engaged in educational and missionary work. The Trust in particular, awards the Bernard Mizeki grant which funds ministry given by the laity. Bernard Mizeki was a lay catechist of SSJE who worked in southern Africa and died a martyr in 1896. The Father Benson scholarship is awarded to ordinands at St Stephen's House, Oxford who are engaged in higher theological study.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

ACHIEVEMENTS AND PERFORMANCE

The Trust makes grants to other charities with similar aims, as well as to individuals who are in sympathy with the Christian ethos of the Trust. The policy is to encourage educational and mission work, through the provision of buildings, infrastructure (water and electricity) and sometimes to contribute to staffing costs. Some provision of healthcare is also undertaken. During the course of the current year, grants totaling £313,172 were awarded (in comparison to £283,770 last year) to various organisations.

FINANCIAL REVIEW

The result for the year is disclosed in the Statement of Financial Activities on page 11. This indicates a net increase in funds of £799,352 (2020: a decrease of £7,051).

Reserves policy

The purpose of the Association's reserves policy is to ensure that it is able to meet its obligations and finance its planned future activities. The level of free reserves (unrestricted income funds net of funds represented by tangible fixed assets) is reviewed annually by the Trustees. At 31 December 2021 free reserves amounted to £9,929,223.

Risk Management

The Trust has developed a risk management process which allows the identification, assessment and management of significant risks, which may impact on the achievement of their objectives. The process is supported by a risk management policy, which outlines the roles and responsibilities of trustees and staff and follows Charity Commission guidelines. The board reviews the risk register and risk management arrangements at each meeting. Risks are prioritised using an agreed matrix. Major risks, which are subject to monitoring and review, reflect issues around operational, financial, legal and regulatory risks. Current areas of focus are ensuring investment returns are appropriate. The Finance Committee reviews the investments quarterly and regularly meets with the investment managers. The trustees have assessed the major risks to which the company is exposed and they are confident that going forward, exposure to major risks will be mitigated.

Review of Investment Activity

The Trustees agreed in 2016, to change the performance objectives of the investment managers from producing total returns that achieved RPI +4% over the long term to achieving 2% over a composite index of world markets weighted by the agreed asset allocations in the portfolio. This new performance objective, set for both managers, across all elements of the portfolios, more directly measures the value to be added by discretionary portfolio management over and above the comparator of passive index tracking funds. The Trustees wish to see a justification for the investment fees being paid.

Global economic output recovered strongly from the effects of the Covid-19 pandemic throughout the majority of 2021, helped by sizeable government stimulus and vaccine rollouts. Although economic growth began to slow towards the end of 2021, economic data was consistent with a mid-cycle expansion as business confidence, investment spending and labour markets remained healthy. Inflation has started to rise above the very low levels experienced in recent years and 2022 is expected to see Central Banks begin the process of raising interest rates in the developed world, giving investors further food for thought. Equity markets had a very good 2021, buoyed by the rebound in economic growth, with the FTSE All-Share rising +18.3% and the FTSE All World ex UK +20.1%. Fixed income performed less well as bond yields rose in anticipation of higher interest rates, with the FTSE UK Gilts All Stock Index falling -5.2%.

Investec portfolio: The Investec portfolio produced a total return of 11.4% for the 12 months compared to the benchmark return of 13.6%. Equity markets delivered strong gains over the year with many of the cyclical sectors that had been hardest hit the previous year, rebounding sharply. Our limited exposure to these companies and sectors detracted from the overall relative performance. Limited exposure to Fixed Income was a positive for performance given the weakness of this asset class whilst good stock selection within Bonds was also a positive contributor.

Rathbones portfolio: The pooled portfolio rose +14.8%, whilst the directly invested portfolio returned +16.5%. This compares with the composite index benchmark (the same for both portfolios) which returned +12.7%. Asset allocation was positive as both portfolios benefitted from overweight to equities and underweight to

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

fixed income. Stock and fund selection was slightly negative in the equities space but positive in other parts of the portfolio. The directly invested portfolio had better performance in the equity portion of the portfolio, as well as slightly more pronounced asset allocation positioning, both contributing to outperformance of the directly invested portfolio when compared to the pooled portfolio. 2022 is likely to be a more volatile year for the investment portfolios as investors deal with the spectre of slowing economic growth, higher inflation and the prospect of rising interest rates. However, we remain focused on the long term investment objectives of the portfolio.

There were quarterly meetings with each manager, to review performance across both asset allocations and individual stock selections. Rathbones have outperformed over the period since inception but, while Investec have performed well at certain times, their performance has not been consistent and they have disappointed overall.

Following interviews with three firms selected by our consultants, Sarasin were appointed to pair with Rathbones going forward as investment managers to the Trust.

The total income from FSJ share of investments increased from £199,189 to £217,419.

Ethical Policy

We are guided generally by the Church of England ethical policy with certain differences. The Trustees closely monitor the integration of environmental, social and governance factors (ESG) followed by our investment managers to inform their decision-making.

GRANT GIVING POLICY

Grants are focused towards supporting parish missions and the religious life. The charity does not give grants for works of restoration but can help towards refurbishing and renewing church buildings so that they are better suited for Christian service. Grant applications are invited and considered on their merit if they meet the criteria. They are then approved by all the trustees.

GRANTS AWARDED

The Trust is now principally a grant making charity and has adopted internal procedures for the evaluation of grant applications and for monitoring grant usage. Details of grants are given in note 5.

ADMIRAL CAMPBELL'S MEDALS

A number of medals, including the VC and DSO, awarded to Admiral Gordon Campbell in the first world war, were subsequently owned by his son Fr David Campbell and lent to Dulwich College, his father's old school. Fr David Campbell, had become a monk of the Society of St John the Evangelist (SSJE) and the medals were gifted to SSJE when he took life vows. In November 2017, the medals were sold at auction for £700,000 and this sum was paid to FSJ on behalf of SSJE. A legal claim was made by a distant relative, to the whole £700,000 received from the auction of the medals. As a result of mediation, the trustees sought and received legal advice to settle out of court. As a consequence, £150,000 was paid to the relative in January 2021, in full and final settlement of the claim, to which was attached a confidentiality clause. We initiated action to recover costs through legal means because we were advised that we had a strong case for recovering these costs. The Trustees are taking steps to investigate the recovery of the amounts paid from their insurers. We are investigating the liability of insurers and brokers in their advice and service to the Trust.

PLANS FOR THE FUTURE

The Trustees see that it is necessary for grant making to be balanced with appropriate and reliable reporting. In the UK this can mostly be done through written and illustrated reports from grant recipients but overseas projects require greater scrutiny as independently audited accounts are rarely available. To manage this the Trustees have restricted grant making overseas to those area where the SSJE worked in the past and thus where there is some network to which we can associate (currently Southern Africa, and the West Indies). Maintaining and developing a reliable network of contacts is vital, to ensure the best outcome for a grant aided project. The Trust has in recent years re-established a good and working connection in Southern Africa and the Diocese of the Windward Islands in the West Indies. Historically SSJE and The Trust have worked in India and funded projects there. Trustees have appointed a sub-committee to investigate the potential for continuing

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work there.

The Trust is not only a grant making body but following the pattern of the SSJE also delivers mission and ministry. This work has started especially in the UK, in the Diocese of the Windward Islands and in South Africa and in the future we will work on developing this further. Our re-established links with the SSJE community in the USA is and will continue to be a valuable source of direction and personnel for this work. One of the Trustees has the brief specifically of development along-side SSJE USA. Historically SSJE and The Trust have worked in India and funded projects there. Trustees have appointed a sub-committee to investigate the potential for continuing work there

The Trustees have deliberately been chosen as representing different diocese in the Church of England so that as we develop our work we have a regional reach. This is a valuable way of generating new applications and sustaining links with on-going projects.

To summarise, as a Trust we intend to continue to:

- regularly address our strategy and use our Mission Statement, Vision and Objectives to check how we operate and perform;
- continue to develop what an FSJ Mission and FSJ Ministry should look like;
- focus specifically on our work in the UK; Africa; India and The Windward Islands;
- continue to develop and deepen our link and work with SSJE (USA);
- develop partnerships in and between our areas of operation;
- focus on a smaller number of areas of work and projects looking to build our relationship with them over a period of time; and
- explore ways to facilitate best practice in mission development by 'skilling' people to develop their own and others projects.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

AUDITORS

A resolution proposing that Knox Cropper LLP be reappointed as auditors of the company will be put to the members. This report has been prepared in accordance with the small companies' regime within Part 15 of the Companies Act 2006.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees, who are also the directors of Fellowship of St John (UK) Trust Association for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year. Under Company Law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period.

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

In preparing these accounts, 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 applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

On behalf of the board of trustees



Revd. C. Card-Reynolds

Date: 1 June 2022

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION FOR THE YEAR ENDED 31 DECEMBER 2021

Opinion

We have audited the financial statements of the Fellowship of St John (the 'charitable company') for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, 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 charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information.

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.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION FOR THE YEAR ENDED 31 DECEMBER 2021

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) 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.

In preparing the financial statements, the trustees are responsible for assessing the company'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 company 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:

- The Charitable Company is required to comply with both company law and charity law and, based on our knowledge of its activities, we identified that the legal requirement to accurately account for restricted funds was of key significance.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION FOR THE YEAR ENDED 31 DECEMBER 2021

- We gained an understanding of how the charitable company complied with its legal and regulatory framework, including the requirement to properly account for restricted funds, through discussions with management and a review of the documented policies, procedures and controls.
- The audit team, which is experienced in the audit of charities, considered the charitable company's susceptibility to material misstatement and how fraud may occur. Our considerations included the risk of management override.

Our approach was to check that any restricted income was properly identified and separately accounted for and to ensure that only valid and appropriate expenditure was then charged to restricted funds. This included reviewing journal adjustments and unusual transactions.

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.



Richard Billinghamurst (Senior Statutory Auditor)
for and on behalf of Knox Cropper LLP
65 Leadenhall Street, London EC3A 2AD

Date: 21/09/2022

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING THE INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	2021 £	2020 £
Income from:			
Donations and legacies	2	1,694	30,312
Investments	3	217,419	199,189
Surplus on sale of leasehold property	4	1,145	-
Total		220,258	229,501
Expenditure on:			
Raising funds		47,091	40,637
Charitable Activities		406,398	428,904
Total	5	453,489	469,541
Net gains and losses on investments	10	1,032,583	232,989
Net income/(expenditure) and net movement in funds		799,352	(7,051)
Fund balances at 1 January 2021		9,129,871	9,136,922
Fund balances at 31 December 2021		£9,929,223	£9,129,871

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

All the above activities reflect continuing activities.

All movements in the Charity's funds during the year are reflected through the statement of financial activities.

All the Charity's funds are unrestricted in both the current and preceding year.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

BALANCE SHEET AS AT 31 DECEMBER 2021

	Note	31 December 2021		31 December 2020	
		£	£	£	£
Fixed assets					
Tangible Assets	9				90,971
Investment assets	10		10,460,480		9,623,247
			10,460,480		9,714,218
Current assets					
Debtors	11	97,014		93,550	
Cash at bank and in hand		76,024		113,490	
		173,038		207,040	
Creditors					
Amounts falling due within one year	12	(704,295)		(791,387)	
Net current assets			(531,257)		(584,347)
Total assets less current liabilities			£9,929,223		£9,129,871
Unrestricted funds					
Unrestricted income funds	13		6,179,741		6,262,972
Designated funds	14		86,955		236,955
Revaluation Reserve	13		3,662,527		2,629,944
TOTAL FUNDS			£9,929,223		£9,129,871

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the companies Act 2006.

The accounts were approved by the Board on



 Revd. C. Card-Reynolds

1 June 2022

Company Registration No. 01830397

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102 second edition), effective 1 January 2019 (Charities SORP FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the special provisions relating to small companies within Part 15 of the Companies Act 2006. The Fellowship of St John (UK) Trust Association meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note. The trustees consider that there are no material uncertainties about the Association's ability to continue as a going concern.

The charity has taken advantage of the disclosure exemption from the requirements of Section 7 Statement of Cash Flows, in preparing these financial statements, as permitted by FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

1.2 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amounts can be quantified with reasonable accuracy. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.3 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of the resources. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements. Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached are fulfilled.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings & equipment	10% straight line
Computers	33.3% straight line

1.5 Investments

Investments are stated at market value at the balance sheet date using mid-market closing values. The Statement of Financial Activities includes the net gains and losses arising on revaluations and disposals throughout the year.

1.6 Short-term debtors and creditors

Debtors are recognised when the Charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Creditors are recognised when the Charity has a present legal or constructive obligation resulting from a past event to make payment to a third party, it is probable that settlement will be required and the amount due to settle the obligation can be measured or estimated reliably.

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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

1.7 Financial instruments

The charitable company only has 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.

1.8 Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustee in furtherance of the general objectives of the charity and which have not been designated for other purposes. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the company for particular purposes. Currently all the Charity's funds are unrestricted.

1.9 Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

2 Voluntary income

	2021 £	2020 £
Legacies	-	30,066
Other Donations	1,694	246
	<u>£1,694</u>	<u>£30,312</u>

3 Investment income

	2021 £	2020 £
Dividends	201,752	177,359
Income from fixed interest and cash deposits	15,667	21,830
Fellowship of St John (UK) Trust Association share	<u>£217,419</u>	<u>£199,189</u>
Total investment income from portfolios	285,085	261,179
Transferred to SGT, SHC and SSJE (see below)	<u>(67,666)</u>	<u>(61,990)</u>
Fellowship of St John (UK) Trust Association share	<u>£217,419</u>	<u>£199,189</u>

As explained in note 16, in 2015, the investments in St George's Trust, Sisterhood of the Holy Childhood and Society of St John the Evangelist were transferred to FSJ. Only FSJ's share of investment income is reflected through the Statement of Financial Activities.

4 Surplus on sale of leasehold property

<u>£1,145</u>	<u>£-</u>
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5 Total resources expended

	Administrator costs £	Depre- ciation £	Other costs £	2021 £	2020 £
Charitable activities					
Grants (Note 6)	-	-	285,362	285,362	283,770
Cowley Project	-	-	-	-	13,982
Mizeki Festival Project (Note 6)	-	-	27,810	27,810	25,565
SSJE Cambridge Links	-	-	-	-	798
Support costs	25,879	-	25,262	51,141	41,873
Governance costs	-	-	42,085	42,085	62,916
Investment management fee	-	-	47,091	47,091	40,637
Total resources expended	<u>£25,879</u>	<u>£-</u>	<u>£427,610</u>	<u>£453,489</u>	<u>£469,541</u>

As explained in note 16, in 2015 the investments of SGT, SHC and SSJE were transferred to FSJ. Only FSJ's share of investment management fees is reflected through the Statement of Financial Activities. The total investment management fees for the year were £61,746 and £14,655 was recharged to SGT, SHC and SSJE.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

6 Grants

The following grants were awarded during the year:

Grants awarded outside the UK

Hope for Youth in Zimbabwe	Arable and livestock farming project in Tariro	31,200
Hummingbird Trust, Grenada	Improvements to the Retreat House	9,946
Accomplish Children's Trust, Uganda	Christian education of children with disabilities	5,000
St George's, St Vincent	Emergency relief following volcanic eruption	5,000
King's World Trust, India	Educational funding for 20 children	4,000
Kathryn's Mercy Home, India	For the education of ten Dalit girls	1,800

Major grants awarded

Freedom Church Mereside	Funding for Youth Worker and Centre Manager, refurbishment of hall for worship and mission	58,722
St Stephen's House, Oxford	King Edward Centre development	25,000
St Leonard's & St Jude's Scawsby	Transformation of church hall into a Parish Education and Outreach Center	25,000
St Matthews Carver Street	Development Worker and Musical Director, Community Nurse Project	23,900
St John, Chester	Full time Parish Administrator	12,000
St Catherine's Burnley	Centre Co-ordinator/ Development Manager	11,640
Forward in Faith	Catholic network mission initiative	10,000
St Chad Community Mission	For continuation of their community mission project	7,500
St Peter & St John, Horbury	Children and Families Worker	7,000
St Helen's Auckland	Youth and Community Worker	6,667
St Wilfred's Cantley	Continued funding for joint Youth Worker	6,000
Bishop of Richborough	Study tour for priests	6,000
St John the Baptist, Mexborough	Children and Families Worker	5,880
St Hugh's Doncaster	Youth and Families Worker	5,344
St Paul's Llandudno	To build new faith connections for primary school children	5,000

Other grants

St Peter & St Catherine Hoyland	Mission Partnership Development Worker	4,480
Erith Deanery Youth Trust	Children's Christian Ministry	4,000
Christ Church Bexleyheath	Church Youth Worker	3,000
Church Pastoral Aid Society	Falcons holiday programme for vulnerable and disadvantaged children	600
Anna James	Towards PhD fees for history and the future of Anglican theology	250

Scholarships and Bursaries

University of the Western Cape	Scholarships and Book Grants	11,972
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Grants awarded from the Bernard Mizeki Trust

North London Pastoral Assistants Scheme	Funding for pastoral assistants	18,000
Pusey House, Oxford	Pastoral Assistant funding	8,460
St Botolph, Cambridge	Summer placements in Burnley	750
Peter Shears	Towards the cost of MA for becoming a lay reader	600

Total grants awarded in 2021

324,711

Grants no longer required

St Bride's Dumfries	(9,539)
Holywell Community	(2,000)
	<u>£313,172</u>

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

7 Auditors Remuneration

	£	£
For Audit Services	£4,375	£4,200

8 Administrator Costs

	2021 £	2020 £
Administrator costs	25,879	23,933
	£25,879	£23,933

The administrator is a freelance contractor.

The charity does not employ any staff (2020: Nil)

Trustees

Trustees are not remunerated.

Five trustees were reimbursed travel and subsistence expenses that they personally incurred or which were incurred by the charity for inspection trips and meetings of £9,054 (2020: £13,368). During the year the charity paid £667 for trustee indemnity insurance (2020: £667). Good governance obliges trustees to periodically visit foreign locations to assess new grant applications and review the usage of grants awarded.

9 Tangible Fixed Assets

	Land and Buildings Leasehold	Computers	Total
Cost:	£	£	£
At 1 January 2021	99,950	7,063	107,013
Additions	-	-	-
Disposals	(99,950)	-	(99,950)
At 31 December 2021	-	7,063	7,063
Depreciation:			
At 1 January 2021	8,979	7,063	16,042
Charge for the year	-	-	-
Disposals	(8,979)	-	(8,979)
At 31 December 2021	-	7,063	7,063
Net book value at 31 December 2021	-	-	-
Net book value at 31 December 2020	£90,971	£-	£90,971

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

10 Fixed asset investments

	2021	2020
	£	£
Market value at 1 January 2021	11,924,976	11,867,375
Additions	2,243,312	2,646,940
Disposals at book value	(2,077,947)	(2,894,838)
Movement in Market Value of Investments	1,353,944	305,499
	<u>13,444,285</u>	<u>11,924,976</u>
Cash held for Investment	271,705	693,219
Less: Share of investments held on behalf of SGT, SHC and SSJE	(3,255,510)	(2,994,948)
	<u>£10,460,480</u>	<u>£9,623,247</u>

As explained in note 16, in 2015 the investments in SGT, SHC and SSJE were transferred to FSJ. Only FSJ's share of the movement in market value of fixed asset investments is reflected through the Statement of Financial Activities. The total movement in market value of investments was a gain of £1,353,944 of which £321,361 was charged to SGT, SHC and SSJE to give net gains of £1,032,583.

Investments at Market Value Comprised

Rathbones Investment Management	7,326,635	6,066,569
Investec Wealth & Investment	<u>6,117,650</u>	<u>5,858,407</u>
	<u>£13,444,285</u>	<u>£11,924,976</u>

Within the Rathbones portfolio, there was a holding of £3,937,203, (2020: £3,233,790) in the Rathbones Core Investment Fund for Charities.

11 Debtors

	2021	2020
	£	£
Owed by Sisterhood of the Holy Childhood	67,019	68,303
Owed by St George's Trust	-	14,552
Prepayments and accrued income	29,995	10,695
	<u>£97,014</u>	<u>£93,550</u>

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

12 Creditors: amounts falling due within one year

	2021	2020
	£	£
Amounts owed to St George's Trust	14,908	-
Amounts owed to Society of St John the Evangelist	622,862	713,089
Accruals	29,628	44,893
Grants payable	36,897	33,405
	<u>£704,295</u>	<u>£791,387</u>

13 Fund movements

	Designated Funds	Income Funds	Revaluation Reserves	Total
	£	£	£	£
At 1 January 2021	236,955	6,262,972	2,629,944	9,129,871
Incoming resources	-	220,258	-	220,258
Resources expended	-	(453,489)	-	(453,489)
Transfer	(150,000)	150,000	-	-
Gain on investments	-	-	1,032,583	1,032,583
At 31 December 2021	<u>£86,955</u>	<u>£6,179,741</u>	<u>£3,662,527</u>	<u>£9,929,223</u>

Prior year

	Designated Funds	Income Funds	Revaluation Reserves	Total
	£	£	£	£
At 1 January 2020	839,920	5,900,047	2,396,955	9,136,922
Incoming resources	-	229,501	-	229,501
Resources expended	(62,965)	(406,576)	-	(469,541)
Transfer	(540,000)	540,000	-	-
Gain on investments	-	-	232,989	232,989
At 31 December 2020	<u>£236,955</u>	<u>£6,262,972</u>	<u>£2,629,944</u>	<u>£9,129,871</u>

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

14 Designated Funds

	1 January 2021	Transfers	Resources expended	31 December 2021
	£	£	£	£
Contingency claim	150,000	(150,000)	-	-
Claudia Severn Legacy	86,955	-	-	86,955
	<u>£236,955</u>	<u>£(150,000)</u>	<u>£-</u>	<u>£86,955</u>

Contingency claim

A legal claim was made by a distant relative to the whole £700,000 received from the auction of medals. As a result of mediation, the trustees sought and received legal advice to settle out of court. As a consequence, £150,000 was paid to the relative in January 2021 in full and final settlement of the claim to which was attached a confidentiality clause.

Claudia Severn Legacy

The funds from the Claudia Severn legacy have been designated by the trustees to honour the ministry of SSJE and for religious education and ministry to children.

15 Analysis of net assets between funds

	Designated Funds	Income Funds	Revaluation Reserves	Total
	£	£	£	£
Tangible Fixed Assets	-	-	-	-
Investments	-	6,797,953	3,662,527	10,460,480
Net Current Liabilities	86,955	(618,212)	-	(531,257)
At 31 December 2021	<u>£86,955</u>	<u>£6,179,741</u>	<u>£3,662,527</u>	<u>£9,929,223</u>

Prior year

	Designated Funds	Income Funds	Revaluation Reserves	Total
	£	£	£	£
Tangible Fixed Assets	-	90,971	-	90,971
Investments	-	6,993,303	2,629,944	9,623,247
Net Current Liabilities	236,955	(821,302)	-	(584,347)
At 31 December 2020	<u>£236,955</u>	<u>£6,262,972</u>	<u>£2,629,944</u>	<u>£9,129,871</u>

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021

16 Related parties

The Fellowship of Saint John (UK) Trust Association is a corporate trustee of the following charities and had the following inter-company account balances with them at 31 December 2021:

FSJ (UK) TA is owed to St George's Trust £14,908 (2020: owed by SGT £14,552) – Notes 11 and 12

FSJ (UK) TA owed to The Society of Saint John the Evangelist £622,862 (2020: £713,089) Note 12

FSJ (UK) TA is owed by the Sisterhood of the Holy Childhood £67,019 (2020: £68,303) - Note 11.

The transactions of St George's Trust (SGT), The Society of St John the Evangelist (SSJE) and Sisterhood of the Holy Childhood (SHC) are initially made on their behalf by the Fellowship of St John (UK) Trust Association and are subsequently transferred to the appropriate charity through the inter-charity current accounts. Periodically inter-charity current accounts are cleared by payments of amounts due.

In 2015, the investments in SGT, SHC and SSJE were transferred to FSJ, and split equally between Rathbones Investment Management and Investec Wealth & Investment, with the aim of maximising returns and minimising costs in the medium to long term. Investment income, investment gains/losses and management fees are apportioned to all four entities based on the value of their share of the initial aggregate investment. FSJ recognizes its share of income, gains/losses and management fees through the Statement of Financial Activities and the three small charities receive their share of the returns annually through the inter-company accounts.