



FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2023

A Company Limited by Guarantee

Registered Company number 01830397

Registered Charity number 289862

CONTENTS

	Page
Trustees' report	1 - 6
Independent auditor's report	7 -9
Statement of financial activities	10
Balance sheet	11
Notes to the accounts	12 - 18

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Revd. A. Malcolm Revd. Canon C. Card-Reynolds <i>Chairman of the Trust</i> Revd. S. G. Anderson <i>Chair of Finance Committee</i> Baroness A. Harris Revd. Canon J. Chambers Revd. G. Naylor David Ballance Howard Riley (Appointed 14 June 2023)
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	Wedlake Bell 71 Queen Victoria Street, London EC4V 4AY
Investment Advisors	Rathbone Investment Management, 8 Finsbury Circus, London EC2M 7AZ Sarasin & Partners, Juxon House, 100 St Paul's Churchyard, London EC4M 8BU

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their report and accounts for the year ended 31 December 2023 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 nine 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.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

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 (SSJE).

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*

ACHIEVEMENTS AND PERFORMANCE – GRANTS POLICY

The principal activity of the Trust is the awarding of grants to various beneficiaries upon application and to ensure that the Trust is able to make the best use of the financial resources available to support that activity.

The policy towards grants has its antecedents in SSJE, from which the Trust emerged. SSJE was a monastic and missionary community where work was undertaken in parishes and missional contexts in both Great Britain (GB) and overseas, most notably in Southern Africa, West Indies, India and Japan. This informs the current grants policy.

Specifically, grants are awarded in response to viable applications from:

1. Parishes and mission contexts in GB and overseas, endeavouring to enhance and develop their worshipping communities.
2. Monastic communities, looking to develop the monastic life, especially for use in mission.
3. Anglican Theological houses, training communities and pastoral schemes providing education, formation and experience to those seeking discernment for priestly, diaconal and lay ministry.
4. Those wishing to enrich their spirituality in Anglican Catholic contexts.

A particular feature of the grants policy is the willingness to support designated parishes and schemes over a number of years to build capacity and outreach. As such, there is a preference for supporting ministry and people where the Trust can build confidence in positive outcomes being achieved.

Grant applications are invited and considered on their merit if they meet the criteria. They are then approved by all the trustees meeting together. Trustees declare any conflicts of interest, and if necessary recuse themselves from participating in the relevant grant-making discussion and decision.

During the course of the current year, grants totaling £318,552 were awarded (in comparison to £340,926 last year) to various beneficiaries. Details of grants awarded are given in note 5.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

ACHIEVEMENTS AND PERFORMANCE – FINANCIAL REVIEW

The result for the year is disclosed in the Statement of Financial Activities on page 10. This indicates a net increase in funds of £126,867, (2022 decrease: £1,539,550).

The purpose of the Trust'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 2023 free reserves amounted to £8,516,540.

REVIEW OF INVESTMENT ACTIVITY

The Trustees have set the investment managers a target of producing total returns that achieved CPI +4% over the long term. It is a demanding target because, if inflation runs at say 5%, then nominal investment returns will need to achieve 9% to reach this outcome.

This measurement has been further refined in 2024 by the adoption of a secondary objective incorporating a composite index made up of 75% MSCI ACWI in sterling and 25% Global Government Bonds in sterling, as the basis of the performance comparison. This new performance objective, set for all three managers now, 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.

There were quarterly meetings with each manager, to review performance across both asset allocations and individual stock selections.

The Sarasin & Partners portfolio produced a satisfactory total return, net of fees, of 8.9% for the 12 months to 31st December 2023. This was behind the composite benchmark index return of 11.7% but ahead of the comparable ARC Steady Growth Charity peer group index return of 7.5%. It was also marginally ahead by the year end of the long term target of CPI - running at 4% - plus 4%, equating to an objective of 8%.

On the other hand, the Rathbones portfolio by comparison produced a disappointing total return, net of fees, of 5.3% for the 12 months to 31st December 2023.

In November 2023 the Trustees, as advised by the Finance Committee, took the decision to redeem the charity's segregated portfolio with Rathbones and diversify further its investment managers, by placing the proceeds with McInroy and Wood. The liquidation of the Rathbones segregated portfolio duly took place at the end of December 2023, and on 8 January 2024 the charity initiated an investment in the McInroy and Wood Balanced Fund.

FINANCIAL POLICY

Despite the nominal value of investments having declined significantly in 2022 into 2023, because of adverse financial market conditions consequent upon the upturn in inflation, the Total Return Accounting policy adopted by the Trust for many years has ensured that grants have been maintained at pre-existing levels and we hope at least to continue that, in future.

The Trustees are looking to restore the Unapplied Total Return element of the investments portfolio which, while in nominal terms has increased by 13% by the end of 2023, but when adjusted for recent inflation, has in real terms fallen 25% below the starting level seen in 2015, when two investment managers were appointed to manage the portfolio.

2024 will therefore be a year of financial consolidation. For the future, it is hoped that incremental increases will be possible in the quantum of funds available to support the provision of grants but that is dependent on markets and the performance of the investment managers.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

ETHICAL POLICY

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

CHARITIES MERGER

At a meeting held on 8 November 2023, the trustees and company members approved a resolution, that the Fellowship of St John, St George's Trust, Sisterhood of the Holy Childhood and Society of St John the Evangelist charities should merge in 2024. This will simplify the preparation of accounts and the inter-charity financial relationships.

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.

STRATEGIC OBJECTIVES

As a Trust we intend in the period ahead 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 GB, Southern Africa; India and The West Indies
- continue to develop and deepen our link and work with SSJE (USA);
- develop partnerships in and between our areas of priority;
- focus on a smaller number of areas of work and projects looking to build our relationship with them over a period of time;
- explore ways to facilitate best practice in mission development by upskilling people to develop their own and others projects.
- ensure that financial resources available to fund the awarding of grants are managed professionally and prudently, balancing risk and return.
- remain legally compliant with all relevant UK charities and related legislation and adopting changes to best practice affecting charities, where it is appropriate to do so.
- maintain good governance for the conduct of the affairs of the Trust in line with the requirements and advice from the Charities Commission, the Registrar of Companies and the Church of England.

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.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

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.

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: 21 6 24

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 2023

Opinion

We have audited the financial statements of the Fellowship of St John (the 'charitable company') for the year ended 31 December 2023 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 2023 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.

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 2023

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.
- 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.

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 2023

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

Date: 11 July 2024

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING THE INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2023

	Note	2023 £	2022 £
Income from:			
Donations and legacies	2	36	44
Investments	3	259,771	243,978
Total		259,807	244,022
Expenditure on:			
Raising funds		14,451	22,540
Charitable Activities		421,399	417,803
Total	4	435,850	440,343
Net gains and losses on investments	9	302,910	(1,343,229)
Net income/(expenditure) and net movement in funds		126,867	(1,539,550)
Fund balances at 1 January 2023		8,389,673	9,929,223
Fund balances at 31 December 2023		£8,516,540	£8,389,673

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 2023

		31 December 2023		31 December 2022	
	Note	£	£	£	£
Investment assets	9		9,175,262		8,930,595
			9,175,262		8,930,595
Current assets					
Debtors	10	76,669		59,387	
Cash at bank and in hand		55,992		106,696	
		132,661		166,083	
Creditors					
Amounts falling due within one year	11	(791,383)		(707,005)	
Net current assets			(658,722)		(540,922)
Total assets less current liabilities			<u>£8,516,540</u>		<u>£8,389,673</u>
Unrestricted funds					
Unrestricted income funds	12		5,894,332		6,034,035
Designated funds	13		-		36,340
Revaluation Reserve	12		2,622,208		2,319,298
TOTAL FUNDS			<u>£8,516,540</u>		<u>£8,389,673</u>

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

21 June 2024

Company Registration No. 01830397

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2023

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.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2023

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 2023

2 Voluntary income

	2023 £	2022 £
Other Donations	36	44
	<u>£36</u>	<u>£44</u>

3 Investment income

	2023 £	2022 £
Dividends	248,251	238,452
Income from fixed interest and cash deposits	11,520	5,526
Fellowship of St John (UK) Trust Association share	<u>259,771</u>	<u>£243,978</u>
Total investment income from portfolios	340,619	319,909
Transferred to SGT, SHC and SSJE (see below)	<u>(80,848)</u>	<u>(75,931)</u>
Fellowship of St John (UK) Trust Association share	<u>£259,771</u>	<u>£243,978</u>

As explained in note 15, 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 Total resources expended

	Administrator costs £	Other costs £	2023 £	2022 £
Charitable activities				
Grants (Note 5)	-	318,552	318,552	340,926
Support costs	22,399	40,298	62,697	61,366
Governance	-	18,337	18,337	15,511
Legal fees for the merger	-	21,813	21,813	-
Investment management fee	-	14,451	14,451	22,540
Total resources expended	<u>£22,399</u>	<u>£413,451</u>	<u>£435,850</u>	<u>£440,343</u>

As explained in note 15, 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 £29,556 and £7,015 was recharged to SGT, SHC and SSJE.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2023

5 Grants

The following grants were awarded during the year:

Grants awarded outside the UK

St George's Anglican Church, Grenada	New organ and supporting systems	25,000
Hope for Youth in Zimbabwe	Arable and livestock farming project in Tariro	10,000
Accomplish Children's Trust, Uganda	Education and farming for disabled young people	5,340
Shearly Cripps Children's Home, Zimbabwe	To complete solar power installation	5,000
Monastery of the Holy Spirit, Zimbabwe	Guesthouse/Retreat building	5,000
Kathryn's Mercy Home, India	Sponsorship of ten village girls	1,800
Friends of St James Mission, Zimbabwe	Bursaries for three girls	1,360

Major grants awarded (5k and over)

St Leonard & St Jude Scawsby	Children, Youth and Families Worker	15,000
St Matthew's Carver Street	Nursing Project (delayed payment)	15,000
St Peter & St John, Horbury	Children and Families Worker	15,000
St Matthew's Carver Street	Nursing Project	15,000
St Catherine Burnley	Funding for Centre Manager	11,640
Erith Deanery Youth Trust	Children's Christian Ministry work in Rochester Diocese	10,000
St Margaret's, Swinton	Children and Families Worker	10,000
Save the Parish	To develop recognition of the local parishes	10,000
St Mary the Virgin, Torquay	Fun, Faith, Family weekend retreat	10,000
St Hilda's Cross Green, Leeds	Replace roof on community building	10,000
St John the Baptist, Mexborough	Children and Families Worker	10,000
All Saints New Longton	Youth Worker	10,000
Ollerton & Boughton PCC	Youth and Schools Worker for the Parish	7,000
St Helen Auckland	Youth and Community Worker for Parish Groups	6,667
St John Leamington Spa	Children and youth work	5,939
Holy Cross Gleadless Valley	Children and Families Minister	5,000
St Michael & All Angels, Heavitree	Choir Church, singing, sacrament, social justice	5,000
All Saints South Lynn	Kitchen installation	5,000
St Wilfred Cantley	Youth Worker	5,000

Other grants

St John Chester	Funding for administrator	3,000
St Mary Pontefract	Improvements to hall facilities	2,876
St Catherine Burnley	Choir church funding	2,720
Holy Family Failsworth	Walsingham Youth Pilgrimage	1,250
St Helen's Bishop Auckland	Walsingham Youth Pilgrimage	1,250
St Mary Willesden	Walsingham Youth Pilgrimage	1,250
St John & St Mary Magdalene	Walsingham Youth Pilgrimage	1,250
Pontefract Deanery	Walsingham Youth Pilgrimage	1,250
St Michael & All Angels Mill Hill	Walsingham Youth Pilgrimage	1,250
St Nicholas Fleckney	Walsingham Youth Pilgrimage	1,200
St Andrew & Christ the King	Walsingham Youth Pilgrimage	1,200
Our Lady & St Cuthbert	Walsingham Youth Pilgrimage	1,200
St Mary the Virgin Lewisham	Walsingham Youth Pilgrimage	1,200
ROOT Edinburgh	Annual taster days	1,000
St Mary Kenton	Website	1,000

Scholarships and Bursaries

University of the Western Cape	Scholarships and Book Grants	14,225
--------------------------------	------------------------------	--------

Grants awarded from the Bernard Mizeki Trust

Petter Kringberg	Archbishop's Certificate in Public Worship	200
St Michael & All Angels, Croydon	Funding for three pastoral assistants	6,735
Cross Project Wakefield	Missional lunch and after school clubs	7,950
North London Pastoral Assistants	Two pastoral assistants for one year	18,000
Pusey House, Oxford	Internship for pastoral assistant	13,800

£318,552

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2023

6 Auditors Remuneration

	2023 £	2022 £
For Audit Services	£5,700	£5,555

7 Administrator Costs

	2023 £	2022 £
Administrator costs	22,399	22,884
	£22,399	£22,884

The administrator is a freelance contractor.

The charity does not employ any staff (2022: Nil)

8 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 £21,890 (2022: £20,752). During the year the charity paid £667 for trustee indemnity insurance (2022: £667). Good governance obliges trustees to periodically visit foreign locations to assess new grant applications and review the usage of grants awarded.

9 Fixed asset investments

	2023 £	2022 £
Market value at 1 January 2023	11,583,197	13,444,285
Additions	895,639	6,582,069
Disposals at book value	(3,644,009)	(6,681,889)
Movement in Market Value of Investments	397,182	(1,761,268)
	9,232,009	11,583,197
Cash held for Investment	2,803,153	126,779
Less: Share of investments held on behalf of SGT, SHC and SSJE	(2,859,900)	(2,779,381)
	£9,175,262	£8,930,595

As explained in note 15, 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 £397,182 of which £94,272 was charged to SGT, SHC and SSJE to give net gains of £302,910.

Investments at Market Value Comprised

Rathbones Investment Management	3,573,325	6,215,910
Investec Wealth & Investment	-	-
Sarasin and Partners	5,658,684	5,367,287
	£9,232,009	£11,583,197

Within the Rathbones portfolio, there was a holding of £3,531,492, (2022: £3,450,186) in the Rathbones Core Investment Fund for Charities.

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2023

10 Debtors

	2023	2022
	£	£
Owed by Sisterhood of the Holy Childhood	60,476	57,174
Sundry debtors	14,065	-
Prepayments and accrued income	2,128	2,213
	<u>£76,669</u>	<u>£59,387</u>

11 Creditors: amounts falling due within one year

	2023	2022
	£	£
Amounts owed to St George's Trust	27,326	30,617
Amounts owed to Society of St John the Evangelist	683,304	642,215
Accruals	15,753	19,173
Grants payable	65,000	15,000
	<u>£791,383</u>	<u>£707,005</u>

12 Fund movements

	Designated Funds	Income Funds	Revaluation Reserves	Total
	£	£	£	£
At 1 January 2023	36,340	6,034,035	2,319,298	8,389,673
Incoming resources	-	259,807	-	259,807
Resources expended	(36,340)	(399,510)	-	(435,850)
Gain on investments	-	-	302,910	302,910
At 31 December 2023	<u>£-</u>	<u>£5,894,332</u>	<u>£2,622,208</u>	<u>£8,516,540</u>

Prior year

	Designated Funds	Income Funds	Revaluation Reserves	Total
	£	£	£	£
At 1 January 2022	86,955	6,179,741	3,662,527	9,929,223
Incoming resources	-	244,022	-	244,022
Resources expended	(50,615)	(389,728)	-	(440,343)
Loss on investments	-	-	(1,343,229)	(1,343,229)
At 31 December 2022	<u>£36,340</u>	<u>£6,034,035</u>	<u>£2,319,298</u>	<u>£8,389,673</u>

FELLOWSHIP OF ST JOHN (UK) TRUST ASSOCIATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2023

13 Designated Funds

	1 January 2023 £	Transfers £	Resources expended £	31 December 2023 £
Claudia Severn Legacy	36,340	-	(36,340)	-
	<u>£36,340</u>	<u>£-</u>	<u>£(36,340)</u>	<u>£-</u>

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.

14 Analysis of net assets between funds

	Designated Funds £	Income Funds £	Revaluation Reserves £	Total £
Investments	-	6,553,054	2,622,208	9,175,262
Net Current Liabilities	-	(658,722)	-	(658,722)
At 31 December 2023	<u>£-</u>	<u>£5,894,332</u>	<u>£2,622,208</u>	<u>£8,516,540</u>

Prior year

	Designated Funds £	Income Funds £	Revaluation Reserves £	Total £
Investments	-	6,611,297	2,319,298	8,930,595
Net Current Liabilities	36,340	(577,262)	-	(540,922)
At 31 December 2022	<u>£36,340</u>	<u>£6,034,035</u>	<u>£2,319,298</u>	<u>£8,389,673</u>

15 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 2023:

FSJ (UK) TA owed to St George's Trust £27,326 (2022: £30,617) – Note 11

FSJ (UK) TA owed to The Society of Saint John the Evangelist £683,304 (2022: £642,215) – Note 11

FSJ (UK) TA is owed by the Sisterhood of the Holy Childhood £60,476 (2022: £57,174) – Note 10

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, at that time, 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.